IN THE

UNITED STATES COURT OF APPEALS FOR THE NINTH CIRCUIT

NATIONAL LABOR RELATIONS BOARD, Petitioner

v.

HOLLY BRA OF CALIFORNIA, INC., Respondent

On Petition For Enforcement Of An Order Of
The National Labor Relations Board

BRIEF FOR HOLLY BRA OF CALIFORNIA, INC.



JUN 1 0 1968

WM. B. LUCK, CLERK

LAW OFFICES OF JOSEPH M. McLAUGHLIN

JOSEPH M. McLAUGHLIN WILLIAM B. IRVIN

655 South Hope Street, Suite 700 Los Angeles, California 90017

Attorneys for Respondent.



TOPI	CAL	INDEX

1

2	I.	JURISDICTION	1
3	II.	STATEMENT OF THE CASE	2
4		A. Preliminary Statement Concerning Scope	
5		Of Respondent's Objections To En-	
6		forcement Of Board's Order	2
7		B. Statement Of Facts	4
8		C. Statement Of The Board's Findings Of Lack	
9 .		Of Credibility Of Respondent's Witnesses .	24
10	III.	STATEMENT OF QUESTIONS PRESENTED IN OPPOSITION	
11		TO PETITION FOR ENFORCEMENT	32
12	IV.	SUMMARY OF ARGUMENT	34
18	v.	ARGUMENT	37
14		A. The Board's Petition For Enforcement	
15		Should Be Denied For The Reason That The	
16		Decision Is Not Supported By Substantial	
17		Evidence And Is Clearly Erroneous	37
18		B. The Board Failed To Apply Proper, Legal	
19		Standards In Its Evaluation Of The	
20		Credibility Of Respondent's Witnesses	14
21		C. The Board's Findings Against Respondent	
22		Were Based Upon Inferences Which Were	
23		Unsupported By The Evidence And Which	
24		Were Speculative And Conjectural 5	5 4
25	VI.	CONCLUSION	57
9.0			

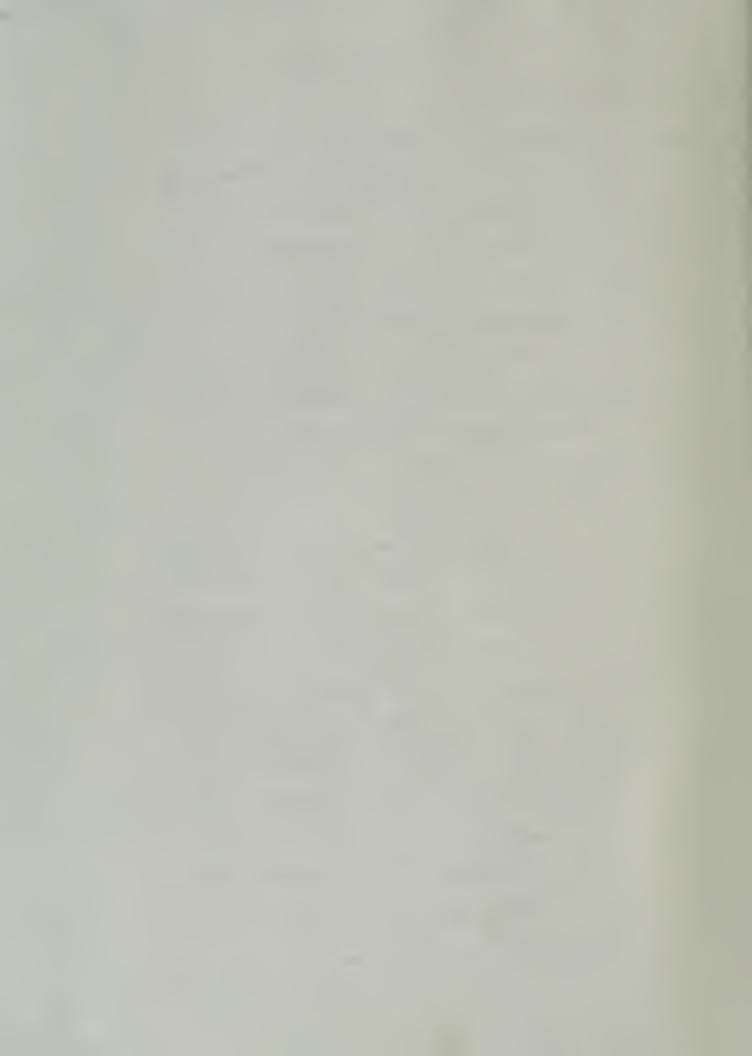
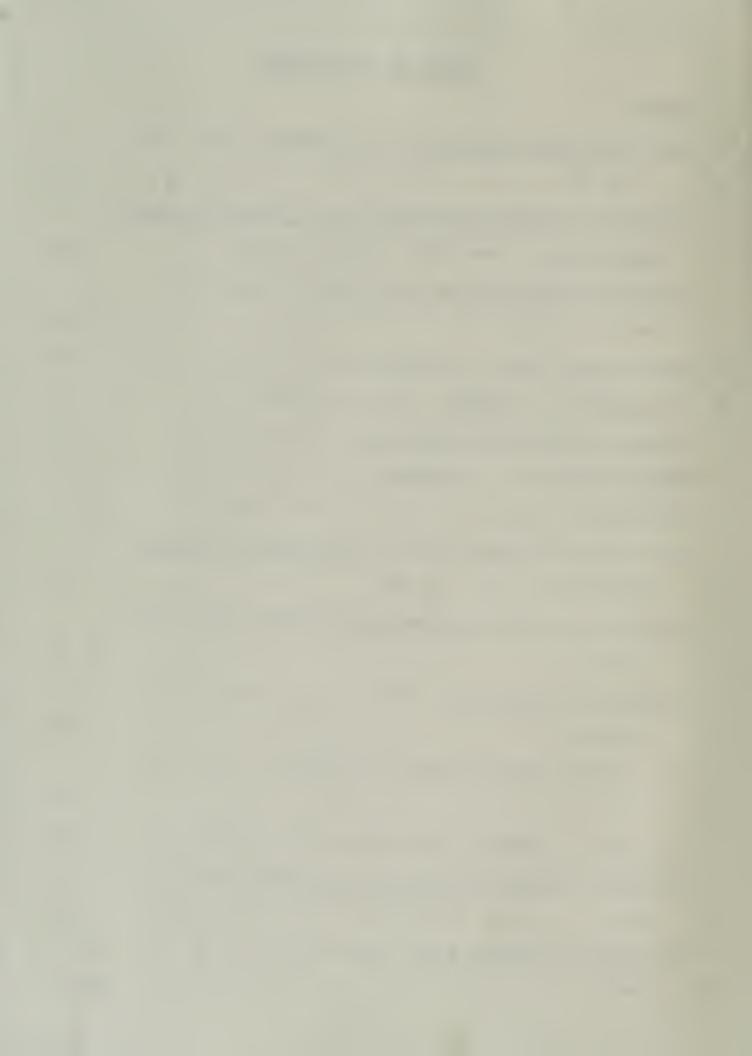
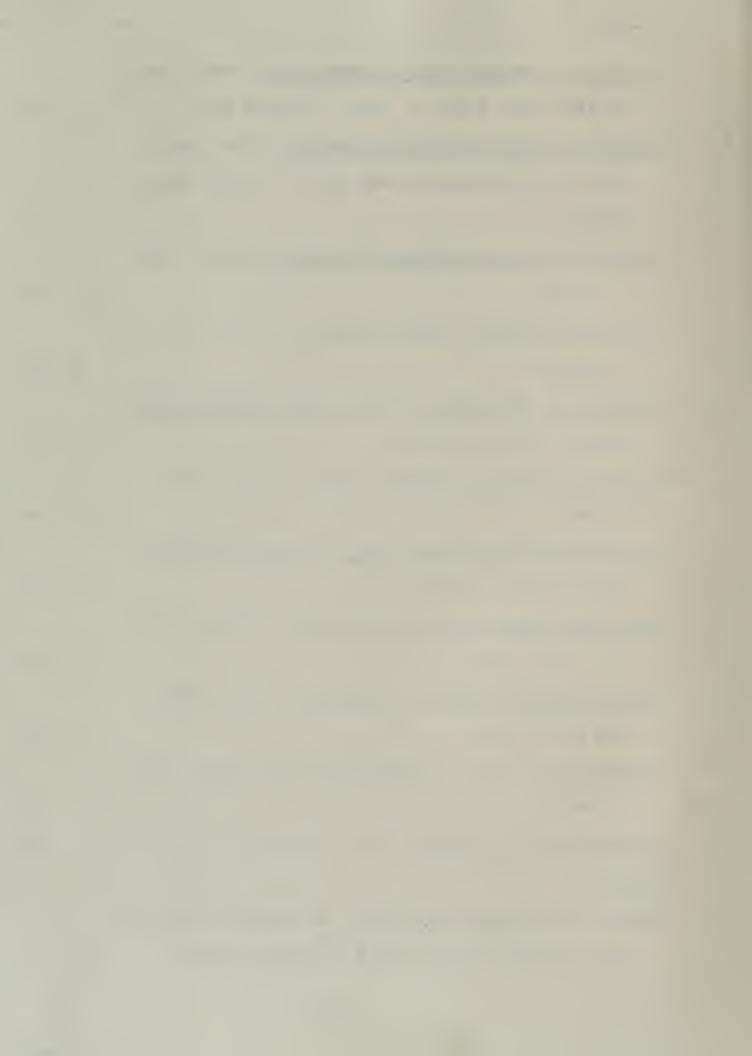


TABLE OF AUTHORITIES

2	CASES:
3	Bausch and Lomb Optical Co. v. N.L.R.B. (CA-2), 217
4	F. 2d 575 64
5	Commercial Standard Insurance Co. v. Gordon's Trans-
6	ports, Inc. (CA-6 1946), 154 F. 2d 390 59
7	Farmers Co-Operative Co. v. N.L.R.B. (CA-8 1953),
8	208 F. 2d 296
9 ,	Galena Oaks Corp. v. Scofield, 218 F. 2d 217 62
10	Gee Chee On v. Brownell, 253 F. 2d 814
11	Kenney v. Washington Properties, 128 F. 2d 612 59
12	Maywood Glass Co. v. Stewart, 170 C. A. 2d 719 56
13	McAllister v. U.S., 348 U.S. 19; 75 S. Ct. 6 37
14	New England Electric Sys. v. Securities & Exchange
15	Commission, 346 F. 2d 399
16	N.L.R.B. v. Barberton Plastics Products, Inc. (CA-6),
17	354 F. 2d 66
18	N.L.R.B. v. Borden Co. (1968), F. 2d, 67
19	LRRM 2677
20	N.L.R.B. v. Coates & Clark (CA-6 1956), 231 F. 2d
21	567
22	N.L.R.B. v. Denton (CA-5 1954), 217 F. 2d 567 50
23	N.L.R.B. v. Elias Brothers Big Boy, Inc., 327 F. 2d
24	421
25	N.L.R.B. v. Mallory & Co. (CA-7 1956), 237 F. 2d
26	443
	(ii)



1	N.L.R.B. v. Monroe Auto Equipment Co. (CA-5), No.	
2	24,881, dec. April 4, 1968, 67 LRRM 2973 6	5
3	N.L.R.B. v. Ogle Protection Service (CA-6 1967),	
4	375 F. 2d 497 (cert. den. Oct. 9, 1967, 36 LW	
5	3144)	2
6	N.L.R.B. v. Saxe-Glassman Shoe Corp. (CA-1), 201	
7	F. 2d 238 6	4
8	N.L.R.B. v. Sunset Minerals, Inc. (CA-9 1954), 211	
9 .	F. 2d 224	0
10	N.L.R.B. v. Tennessee Packers, Inc. (Frosty Morn)	
11	(CA-6), 339 F. 2d 203 6	4
12	N.L.R.B. v. Vacuum Platers, Inc. (CA-7), 374 F.	
13	2d 866 6	4
14	Portable Electric Tools, Inc. v. N.L.R.B. (CA-7	
15	1952), 309 F. 2d 423 50, 6	2
16	Universal Camera Corp. v. N.L.R.B., 340 U.S. 474,	
17	71 S. Ct. 456	8
18	Victor Products Corp. v. N.L.R.B. (CA-DC 1953),	
19	208 F. 2d 834	0
20	Virginia R.R. Co. v. Armentrout (CA-4 1948), 166	
21	F. 2d 400	15
22	Yip Mie Jork v. Dulles, 237 F. 2d 383	15
23	STATUTE:	
24	National Labor Relations Act, as amended, [61 Stat.	
25	136, 73 Stat. 519, 29 U.S.C. §151, 160(e)]	1
26		



1	MISCELLANEOUS:
2	Barron & Holtzoff, Vol. 2B, pp. 549-550
3	4 Davis; Administrative Law 145, §29.06
4	
5	
6	
7	
8	
9 ·	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

(iv)

26



IN THE

UNITED STATES COURT OF APPEALS FOR THE NINTH CIRCUIT

•

9 .

23 ·

No. 22,543

NATIONAL LABOR RELATIONS BOARD, Petitioner

V.

HOLLY BRA OF CALIFORNIA, INC., Respondent

On Petition For Enforcement Of An Order Of
The National Labor Relations Board ,

BRIEF FOR HOLLY BRA OF CALIFORNIA, INC.

I

JURISDICTION

The Court has jurisdiction of the petition of the National Labor Relations Board herein pursuant to Section 10(e) of the National Labor Relations Act, as amended, [61 Stat. 136, 73 Stat. 519, 29 U.S.C. §151, 160(e)].



STATEMENT OF THE CASE

Preliminary Statement Concerning Scope Of Respondent's

Objections To Enforcement Of Board's Order.

Respondent does not object to the enforcement by order of this Court of the Decision and Order of the Board, insofar as the Board has found Respondent in violation of Section 8(a)(1) of the Act by reason of its <u>pre-election</u> conduct. Thus, the Court need not concern itself with a review of the record upon those matters discussed under Point I-B of the Board's Statement of the Case nor in Point I of the Board's argument therein. Accordingly, sub-paragraphs (b) through (h) of the Board's recommended Order (R. 55-57) may be enforced without further consideration. Respondent does not agree that these findings are correct, but concedes that this portion of the Order should be affirmed by the Court upon normal application of the substantial evidence rule.

Respondent, on the other hand, will strenuously object to the enforcement by this Court of sub-paragraph (1)(a) and sub-paragraphs (2)(a) and (2)(b) of the Board's Order relating to its findings that Respondent violated Sections 8(a)(1) and 8(a)(3) of the Act by discriminatorily causing the termination of employment of Dulce Fumero and by refusing to rehire her. (Board's Brief, Point I-C;



Argument, Point II).

The Board's Brief summarily dismisses Respondent's entire position herein in a footnote (fn 11, p. 8) to the effect that it is settled law that matters of credibility are not for the Court. Unfortunately, there do exist most substantial issues on this record which are quite properly before the Court, and the matter cannot be so easily disposed of by mere reference to broad rules of law.

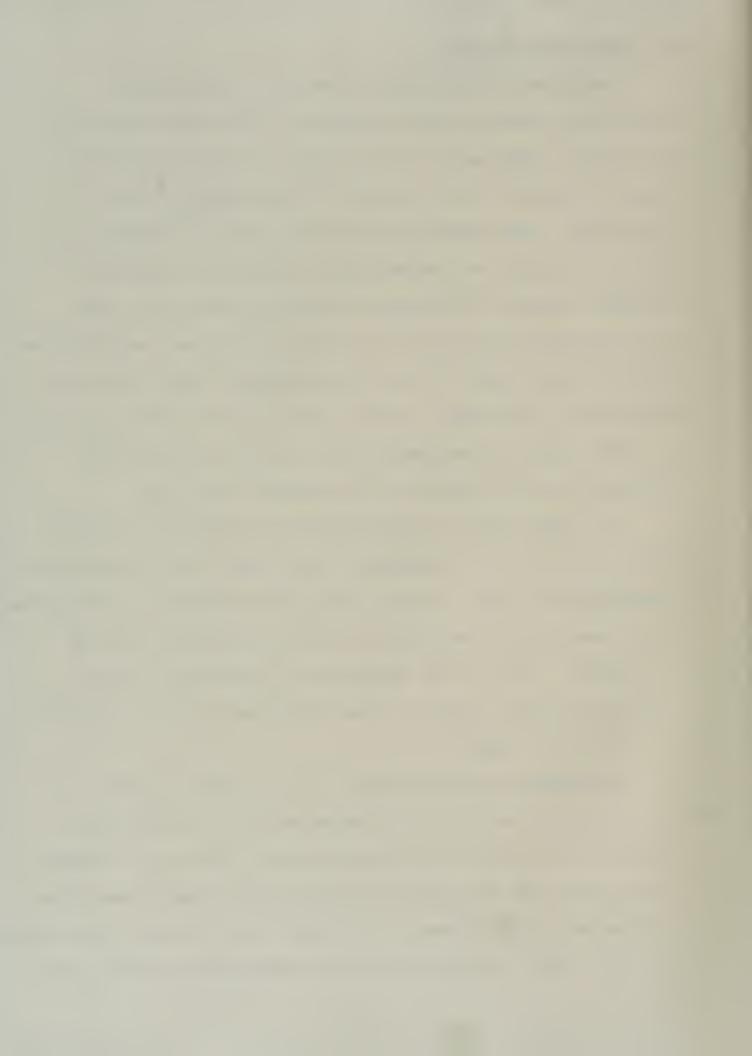


B. Statement Of Facts.

Holly Bra of California, Inc. is a California corporation whose primary business is the manufacture of brassieres, both under its own label and also under the label of various retail stores for whom Holly Bra of California, Inc. manufactures this product. Because the work is seasonal and is very slow during the months of December, January, February and March, Respondent, for two or three years prior to the Union election, had obtained other contract work for the manufacture of swim suits and girdles (Tr. 192-194). At the time of the N.L.R.B. election in 1966, Holly Bra employed approximately ninety-eight employees in all phases of its business (Tr. 301).

Mr. Efram Young is the President of Holly Bra of California, Inc., and his brother, David Young, is its Secretary-Treasurer (Tr. 191). David Young was a witness for Respondent and is variously identified in the Transcript as "David" or "Young". (He will be referred to hereafter in this brief as "Young", and all other witnesses will be identified by their last names.)

Respondent's plant manager is Mr. Mitsuo Yoshida. He also testified on behalf of Respondent and was variously referred to by all of the witnesses as "Mitch" or "Yoshida". Hazel Smith was the direct supervisor over the alleged discriminatee, Dulce Fumero, in the swim suit or swim wear department (Tr. 345). Genoveva Sanchez supervised the brassiere



department but became involved with the alleged discriminatee, Dulce Fumero, during the sequence of events which are in dispute in this proceeding. (Sanchez appears in the Transcript as "Genovena", but her name was corrected by motion of General Counsel. (See, R. 22-23, fn. 5). Dulce Fumero had been in the employ of Respondent since 1963, and it is conceded that until some three or four days after the Union was defeated in the election, Fumero had performed her work satisfactorily. Commencing in approximately September, 1965, Fumero had been employed, as she was at the time of the election, to sew the front and back pieces of the swimming suits at the crotch. . Her completed work was placed in bundles which were put into a bin and later transferred to two other employees, who worked on the over-lock machines, Sherley Thompson and Mary Pina (Tr. 160-164).

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Respondent's witnesses testified in detail concerning the drastic decline in the quality of Fumero's work immediately after the election and to the circumstances surrounding her remaining days of employment. Despite the fact that this preponderance of evidence was contradicted only by Fumero, (The General Counsel produced no other witness upon this phase of the case), the Board credited Fumero and discredited each of Respondent's witnesses, either for alleged lack of credibility or upon claims of implausibility, which were based upon the Board's choice



of inferences, unsupported by the evidence. It is Respondent's position that, upon consideration of the entire record, which must be reviewed in a proceeding for enforcement of an order of an administrative body, the Board acted unreasonably and in excess of its powers by its findings that Respondent constructively discharged Fumero and by its order requiring Fumero's re-instatement with back pay. A detailed examination of the evidence bearing upon this issue is essential, and the summary statement of facts contained in the Board's brief is totally insufficient.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Sherley Thompson had been employed in the swim suit department of Respondent for some five years prior to this proceeding (Tr. 155). She and another employee, Mary Pina, were working on over-lock machines and were engaged in the manufacturing process upon the swim suits which immediately followed the work being performed by Dulce Fumero and one other girl (Tr. 159; 161). It was Thompson's job to put the leg elastic on the swim suits after Fumero had finished stitching the crotches (Tr. 156). Thompson testified that although Fumero's work before the election was good, "* * * all of a sudden, after the election, the work started coming through bad", and she couldn't work on it. (Tr. 156). Although one side of the swim suit was perfect, Fumero's work was defective, in that the other side was not done evenly and the jersey was sticking out of the suit (Tr. 158; 165).



The operation in the swim suit department required the production of approximately 300 suits per day (Tr. 161), and every suit during the period in question which Thompson received from Fumero was so defective that she could not complete her work upon them (Tr. 166). Thompson immediately called Hazel Smith and informed her of the defect and of the fact that the work would have to be repaired before it could be completed (Tr. 167).

The bundles of swim suits, as they come through the various processes, have numbers placed upon them so that the work of the operators involved can be identified (Tr. 157; 159; 169). Thompson testified that it was possible to recognize the difference in the stitch of the machines. She knew that it was the machine being operated by one of the two girls but did not know which of the girls it actually was until the number had been checked by the supervisor (Tr. 157; 170).

Thompson also testified that the work had to be repaired, and that she personally observed Fumero working on the returned work. She stated that she saw Fumero, who was supposed to be repairing the work, repair a total of only fifteen to twenty suits in an eight-hour working day (Tr. 157-158). Moreover, Thompson knew that a girl, whose name was Anna, had been required to come to work on a Saturday to do some of the repair work (Tr. 158).

As will be discussed hereafter, Thompson's testimony



was totally rejected by the Board upon the contention that her credibility had been destroyed because of supposed contradictions between her testimony at the hearing and a pre-trial statement concerning whether she knew that the defective work was Fumero's work, because she recognized the difference in the machine stitch.

1

2

5

6

7

8

9 ,

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

Mary Pina, as noted above, was also employed on the over-lock machines for the purpose of putting the elastic on the swim suits (Tr. 174). Pina testified that three or four days after the election, the quality of Fumero's work changed (Tr. 175-176). According to Pina, girls worked by the bundle. They have a bin in which the swim suits are placed by the previous operator. They pick up the bundles and check the pieces in the bundles to see if the work is satisfactory. (Tr. 185). According to Pina, when she first noticed defects in Fumero's work, she found that every swim suit in the bundle was defective. This check is made because such an employee is a piece worker and, of course, does not get paid for the time spent in attempting to work on defective merchandise (Tr. 185-186). Pina supported Thompson's testimony that there was material sticking out from the crotch of the swimming suits worked on by Fumero, and that it was sticking out so much, she would have had to cut it which would have resulted in, as Pina vividly stated, "* * * a curve inside of your crotch, and I mean that's no quality". (Tr. 188).



When the improperly sewn garments came to Pina's attention, she showed them to her supervisor, Hazel Smith. (Tr. 175-176). She told Smith that she could not cut the work, because it would result in the garment looking "horrible" (Tr. 176). Pina knew that Fumero's work had a ticket number on it, but she did not know which girl had performed the work (Tr. 176-177). After the defective work had been shown to Supervisor Smith, Pina observed Fumero doing repair work upon the same garments. The garments had to be ripped apart and put back together again, and Pina observed Fumero doing the repair work. She, too, testified that Fumero would only repair about fifteen or twenty suits in an eight-hour day (Tr. 177; 180).

9 ,

In her own broken English, Pina most succinctly summarized Respondent's evidence when she stated at page 179 of the Transcript as follows:

"A It was after the election. It was all that bad work she did, and there were two girls doing it.

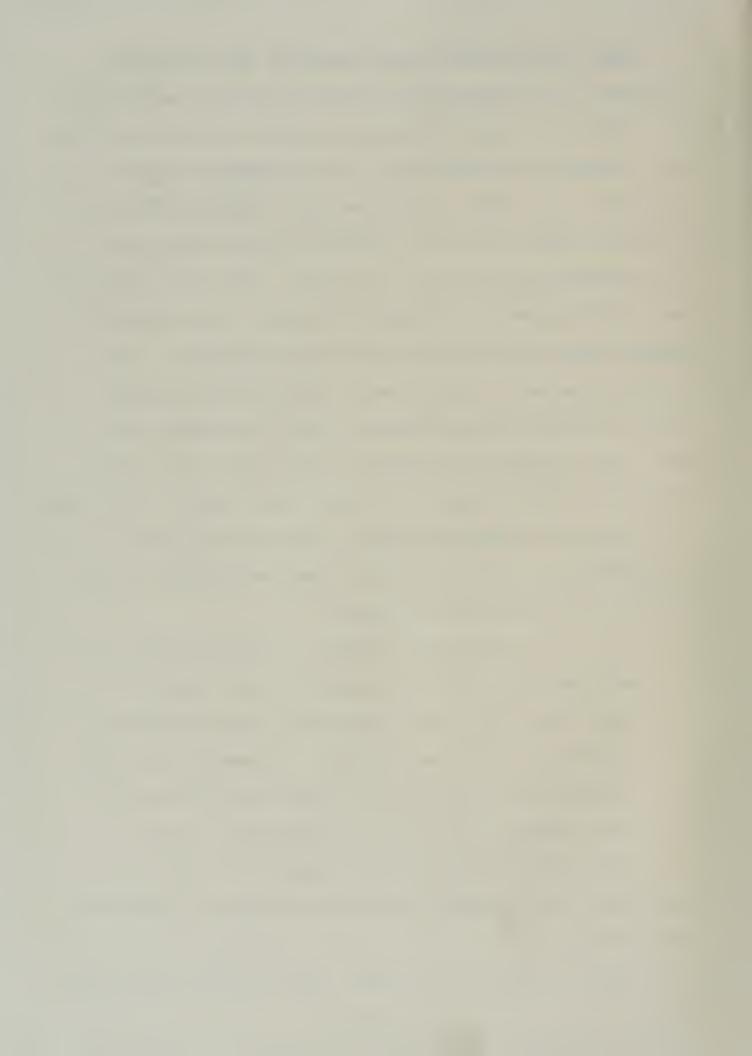
This other girl -- we had stopped doing that work, because it had to be repaired. It was practically a whole lot of it, and this other girl, we had to work behind, which I am on piece-work. I lose money, because she wouldn't supply two girls."

The other girl, according to Pina, was doing "good work".

(Tr. 187).

Again, as will be discussed later in this brief, the

9.



entire testimony of witness Pina regarding the defects in the work performed on the swim suits by Fumero and the necessity of repairing these suits before they could be finished was rejected by the Board, merely because Pina hesitated momentarily before admitting the identity of a Union organizer who had attempted to force a pamphlet upon Pina some seven months before the hearing.

1

2

3

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Mitsuo Yoshida, Respondent's Plant Manager, was informed of the inferior work by supervisor Hazel Smith three or four days after the Union election. Smith called Yoshida to come upstairs and showed him the improperly sewn swim suits. Smith and Yoshida discussed the problem and were of the belief that the error had been made in the cutting operations performed on the garments before they were given to the operators to sew. However, they checked it out and discovered that the error was not made in the cutting, but that it was the operator's fault. The work was subsequently identified as Fumero's work from her clock number which was on the bundles of garments (Tr. 280-281). There were many bundles of inferior work, consisting of several hundred garments. All of the inferior work was that of Fumero and was not the work of the other girl. (Tr. 294-296). The bundles of inferior garments were assigned to Fumero to repair (Tr. 297). Yoshida observed Fumero ripping the crotches open and resewing them for a period of approximately



ten days. (Tr. 281; 297). In addition, other girls were assigned to help her repair the defective suits (Tr. 297-298).

1

2

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

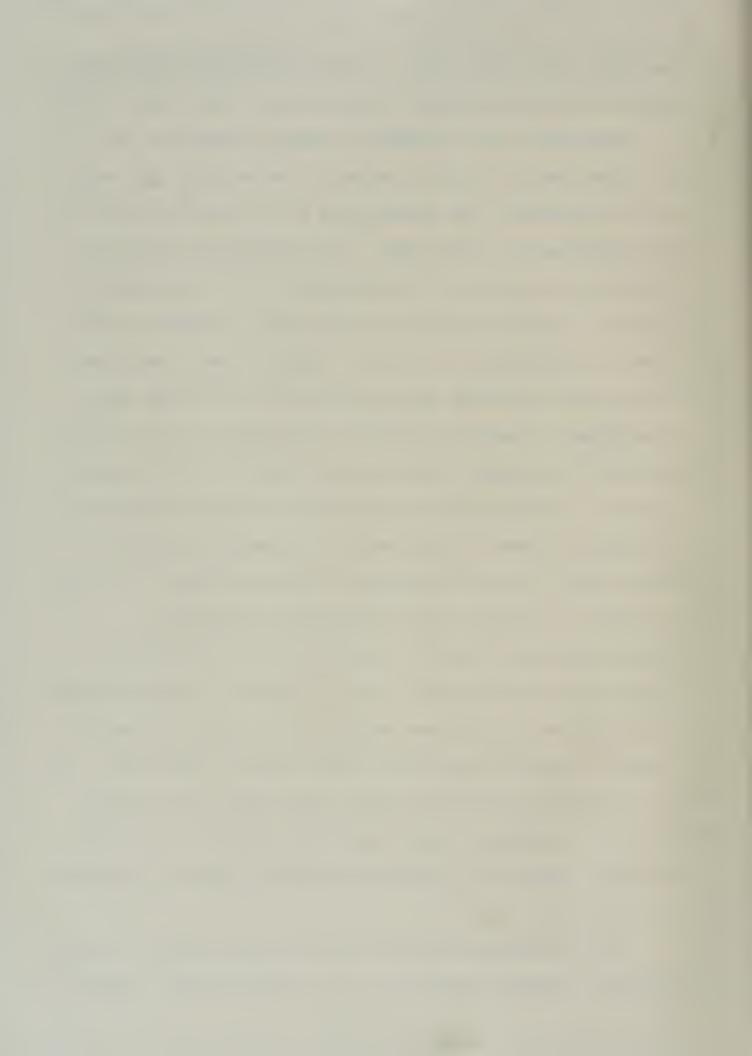
24

25

26

Respondent has a system of normal inspection by the supervisors. Once or twice in the morning and again in the afternoon, the supervisors will check the work of the employees (Tr. 282; 284). Each employee's work is inspected every day by the supervisor, and, according to Yoshida, a similar inspection was made of Fumero's work after the election. (Tr. 282). However, when Smith and Yoshida were standing approximately 20 to 25 feet away from Fumero's machine discussing the poor work then being performed by Fumero, Fumero called Smith a filthy name in Spanish. Yoshida did not understand the word in Spanish, and Smith refused to tell him, but started to cry and stated that she was not going to work any more. (Tr. 283). In order to continue with the regular inspection, Yoshida assigned another supervisor from a different section to check Fumero's work (Tr. 282). It was decided that Smith would not have anything to do with inspecting Fumero's work but would stay away from her (Tr. 284). In this connection, Pina testified that Smith and Yoshida were not discussing Fumero but were in fact discussing the work. She heard Fumero call Smith a whore in Spanish. (Tr. 181-183).

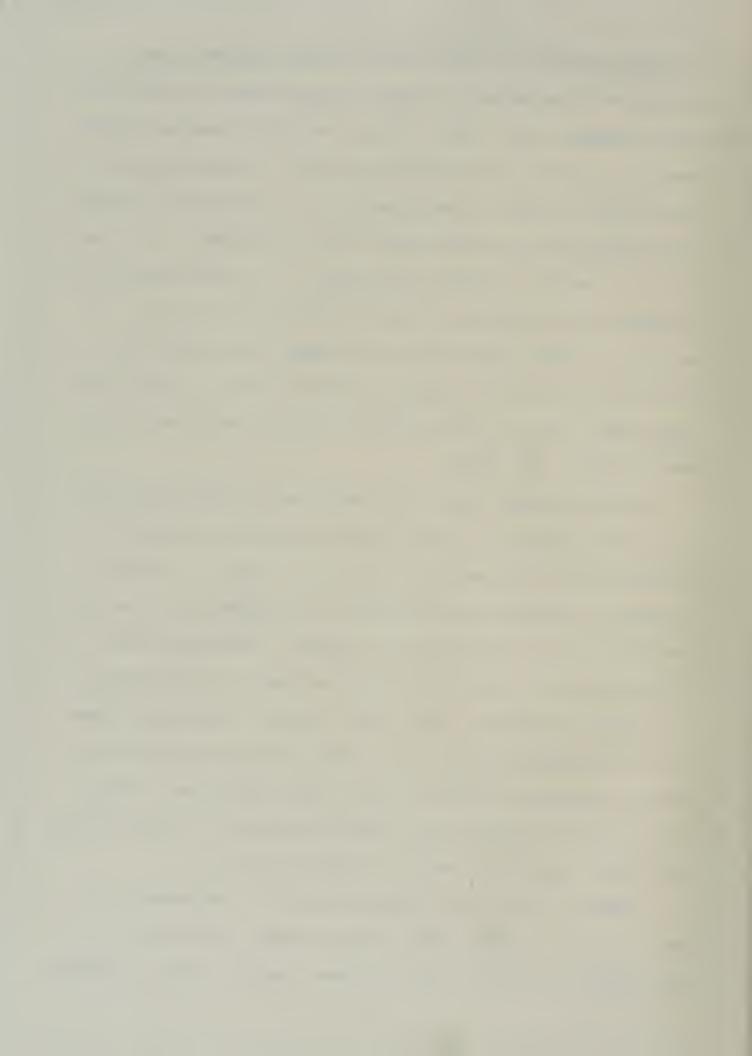
The following morning, Yoshida called Fumero into his office. Although Yoshida is, to a great extent, capable of



speaking Spanish, he uses the Castilian version, and, in matters of importance, he uses an interpreter to avoid misunderstandings. (Tr. 276). Thus, on this occasion, he had Geneveva Sanchez in the office with him. Yoshida told Fumero that she was a good operator, was capable of doing better work than she was doing; that he did not "* * * want her to be calling anybody any names * * *" and asked her to go about her business, do her work and mind her own business. Fumero had tears in her eyes and stated she wanted to go home, but Yoshida told her that it would not "look nice" and to take a drink of water, rest and go on back to work. (Tr. 285).

When the repair work was completed on the swim suits, Fumero was assigned a rather simple operation on what was referred to during the hearing as "robes". Yoshida personally observed her subsequent work upon the robes and testified that it was of poor quality. He stated that "* * the darts were sewn too short, so that the holes came in through the front". (Tr. 290). Fumero worked on these robes for approximately two to three weeks, and sixty to seventy percent of this work was also defective. Fumero was assigned to repair the defective robes, and other girls were also required to work on them (Tr. 298).

Fumero's last day of employment with Respondent was
May 6, 1966. On this date, Fumero came to Yoshida with a
slip from her doctor. She informed Yoshida that the doctor



did not want her to work, and that she was going to take time off for three to four weeks. Yoshida asked her if she was going to come back when she was better, and Fumero replied that she was not and was going to look for work elsewhere (Tr. 287).

9 .

Approximately three to four weeks later, Fumero called Yoshida and "* * * asked me if I had work for her". (Tr. 287). Yoshida requested her to come in and see him personally, which she did some four to five weeks later. Yoshida testified that:

"A She said she was on her way to the Employment Office, and that the doctor didn't -- couldn't give her anymore disability, that her disability was up.

"She actually said that she didn't want to work, and that she was going to go to the Employment Office, and she wanted to know what I would answer on the form that came from the Employment Office when we got it, and I told her that I would tell the truth, that we have work for her, but she didn't want to work.

"She said, 'Well, if you want me to go back to work, I am going to do the same type of work.'

"I says, 'I couldn't afford to have you do
the same type of work you done before.'" (Tr. 288).
Yoshida also testified that Fumero told him that she



wanted to be off work while her children were out of school.

(Tr. 289). Respondent had work available for Fumero at the time of this conversation (Tr. 288).

1

3

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

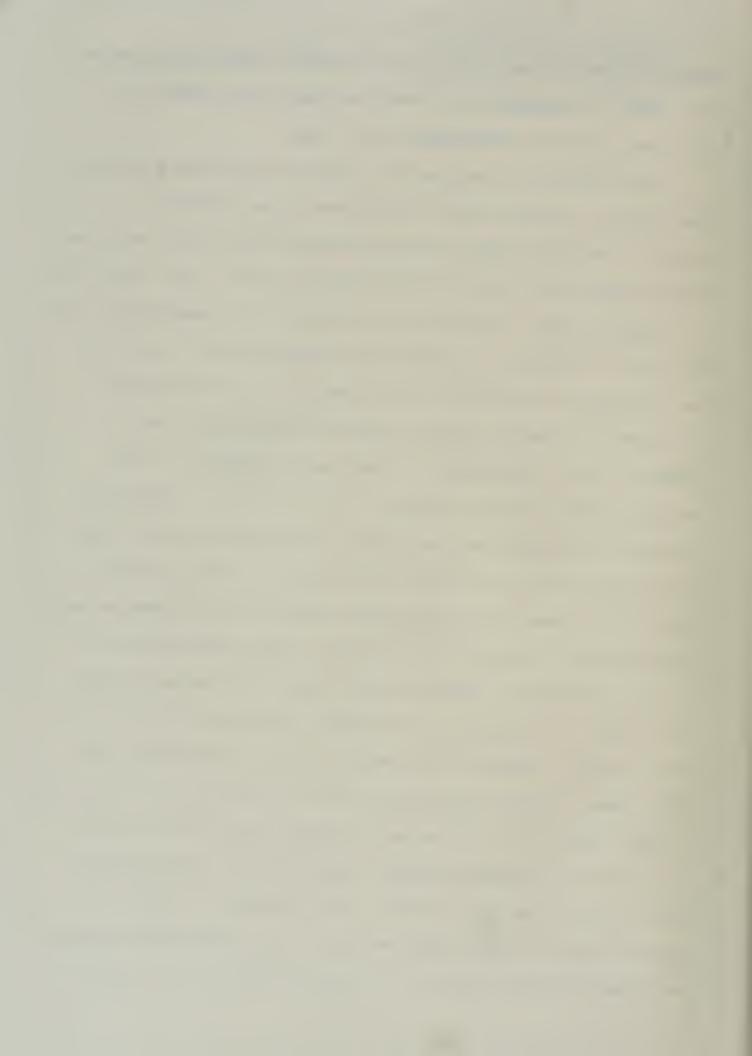
24

25

26

The records of Respondent, examined by Yoshida during the hearing, revealed that Fumero was given leaves of absence from July 18th through October 17th, 1964, and also from October 2nd through October 30th, 1965. (Tr. 289; 305).

David Young, the Secretary-Treasurer of Respondent, who was also in charge of liaison and contract work (Tr. 191), was advised by Yoshida of the inferior work then being performed by Fumero, shortly after Yoshida had first examined this merchandise. Young went upstairs to the machine where she was working. (Tr. 229; 245). Young explained that there are two pieces of material in the swim suit operation, a front and a back with a jersey lining. These two pieces at the seam are required to be even on both sides so that in the next operation, when the elastic is put on, the elastic can be edged around the bottom of the swim suit. A tolerance of between 1/8th and 1/4th inch is permissible. However, as Fumero was then performing the operation, the swim suits were even on one side but were from a half inch to as much as an inch and a half off on the other side. In other words, "The work was uneven on one side on every garment * * *". (Tr. 229-230). Young told Fumero that her work could not go through the next operation, and Fumero replied that "* * *this is the best I can do".



(Tr. 230).

1

3

6

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Shortly after Fumero had made some of the repairs on the swim suits which were made necessary by reason of her improper seaming, she was placed on the robes or beach "cover-ups". As witness Young explained, they did this because it was simplest operation that she could perform and because "* * * she was fighting us on the other one, and we wanted to give her every chance and every benefit, * * *". (Tr. 233). In this latter operation, Fumero was required to make the bust darts. "The dart is made by putting the side seam pieces together, * * * and inverted and sewed at an angle in order to form a bust cup". (Tr. 232). Darts are run between two marks or notches placed on the side seam of the material. A drill hole is drilled through the layers of material when they are being marked for cutting. After the dart is put into the garment, the hole is supposed to be hidden on the inside of the garment within the seams and becomes part of the inside seam. (Tr. 232-233). However, as explained by Young, when Fumero "* * * sewed the darts she sewed them short so that when you open up the garment the holes show, and we have defective merchandise. (Tr. 233).

At the time that Young saw the defective work on the swim suits and Fumero had told him that she was doing the best she could, Young called Respondent's attorney for advice and was instructed by him to inform Fumero that



she had to do her work properly. (Tr. 246). Similarly, when the later problem arose with the improper sewing of the darts on the robes, Young told Yoshida to call the attorney again to find out what to do, because, as he stated "* * * I never figured she would be messing up this work". (Tr. 248; See also, testimony of Yoshida at Tr. 286).

9 .

According to Young, approximately 400 or 500 swim suits were damaged by Fumero to the extent that they had to be repaired. Fumero worked on the repairs for approximately two weeks, and, in addition, some of the garments were given to Eva, who came in on several Saturdays to help with the repairs. (Tr. 250-251). Even after the initial group of suits was repaired, Fumero's work on the swim suits was very inconsistent. As Young put it, "We would get a good day's work, and then we would get a day's work that was three quarters, and then we had to return some to her". It was for this "exasperating" reason that Fumero was placed on the robes, which operation, Young explained, could be taught to anyone within five minutes. (Tr. 252).

Young also testified, in his direct examination, that on three occasions Fumero had asked him for a layoff so that she could collect her unemployment insurance. (Tr. 211; 212; 218-219). The Board discredited Young entirely



on the basis of his testimony upon this matter.

Hazel Smith was Fumero's immediate supervisor in the swim suit department. According to Smith, she had never had trouble with Fumero prior to the election and was friendly with her. (Tr. 339). About five days before the election, Fumero stated that Young was going to give her a layoff. Smith did not believe this, because there was work to be done. She called Young who denied telling Fumero that she was to have a layoff, and Smith told her to go back to her machine, because there was a lot of work. (Tr. 340). Smith corroborated in full detail the testimony of Thompson, Pina, Yoshida and Young. Both Pina and Thompson called Smith's attention to Fumero's work on the swim suits, and Smith testified that she told them that the suits could not be cut as much as would be necessary because of the manner in which they were sewn. (Tr. 340). As Yoshida testified, Smith confirmed that she called him to come up to see the bad work that had been accumulating in the bin. (Tr. 340-342). The conversation with Yoshida occurred at about five minutes after 4:00 P.M. and took place at a table close to Sherley Thompson's machine. (Tr. 349). A boy from the cutting room who had been blamed for the bad work was also present (Tr. 350). Fumero, who was not a part of the conversation, came by Smith and Young and used the profane word, as related by Yoshida. Smith told

26

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

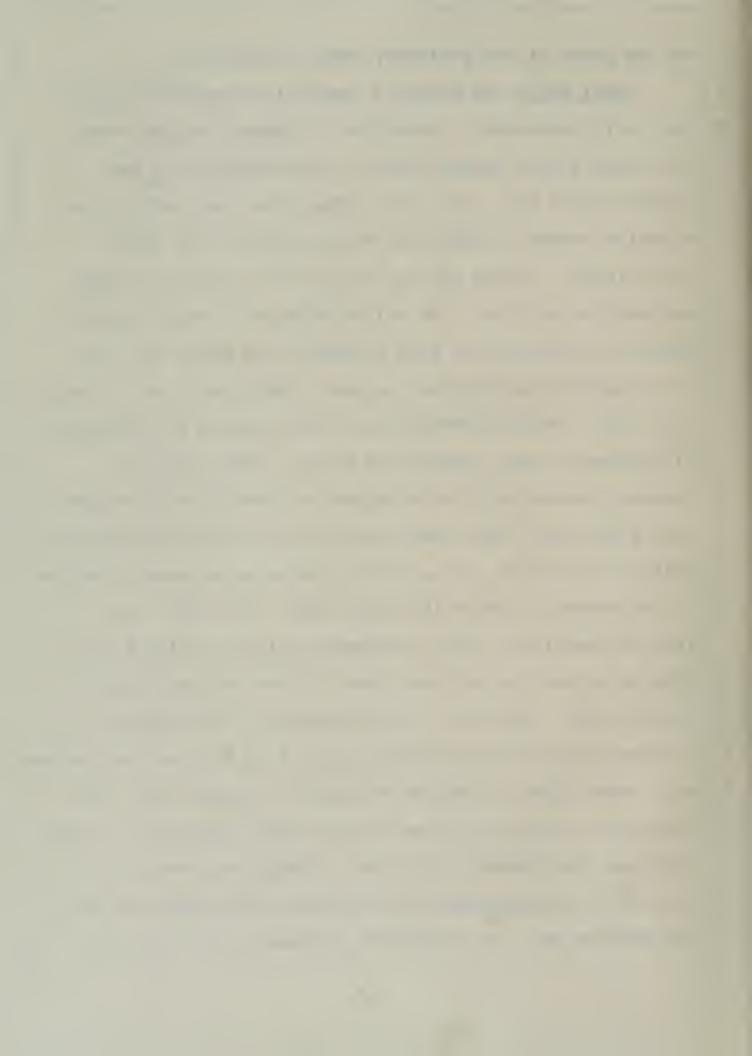
21

22

23

24

2.5

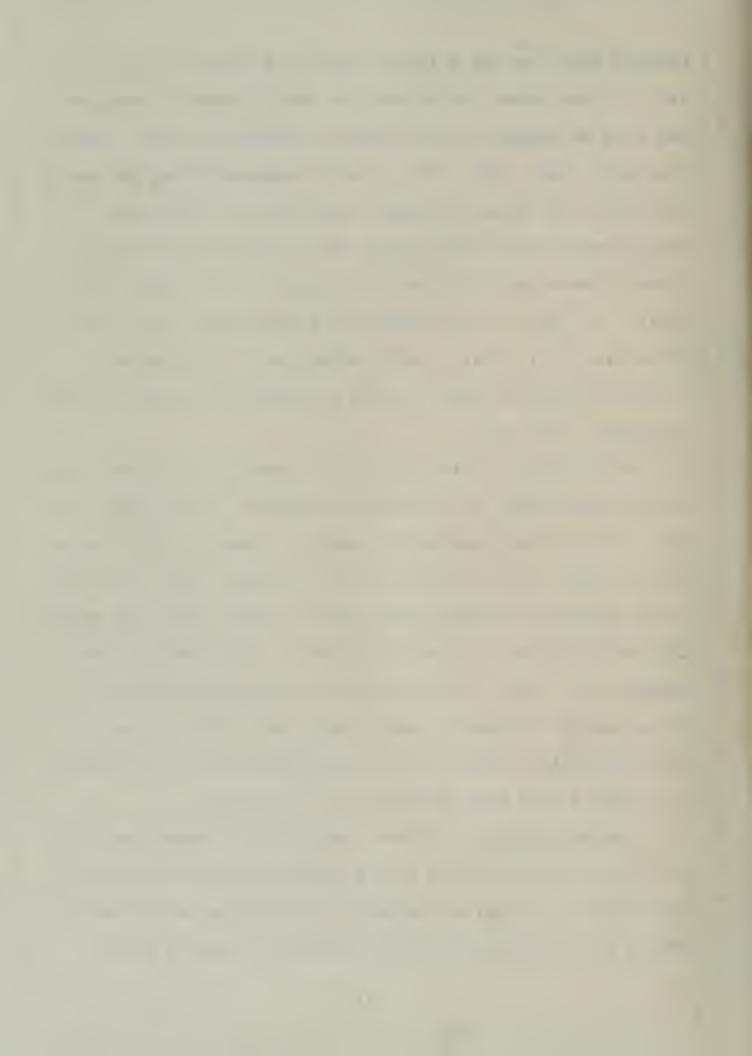


Yoshida that she was quitting and later began to cry. (Tr. 343). A day later, Smith went to check Fumero's work and was told by Fumero, "Don't bother checking my work. Don't lose your time". (Tr. 344). Smith responded that she would check her work even if Fumero was there for six years.

Later, Smith told Yoshida that she did not want to check Fumero's work any more, and they should have someone else do it. It was at this time that Sanchez took over the inspection. (Tr. 344). Smith explained to Sanchez how the work should be done and how it should look after it was finished. (Tr. 354).

According to Smith, Fumero did repair some of the work on the swim suits, as did other employees in the plant. (Tr. 345). Smith also personally observed Fumero's performance on the robes and testified that it was poor work which had to be repaired, because Fumero was finishing the dart before the punch hole so that the punch hole would show on the outside. (Tr. 346). The improper performance on the robes lasted for about a week, and from that time until her termination, Smith was of the opinion that the quality of Fumero's work was satisfactory. (Tr. 347).

Geneveva Sanchez had been employed by Respondent since 1954, and at the time of this proceeding was employed as a supervisor. She first learned of the problem with Fumero's sewing when Yoshida told her to inspect Fumero's work



following Smith's refusal to do so after having been called a filthy name by Fumero. (Tr. 309). As Sanchez was not familiar with the fabrication of swim suits, the work was shown to her, and she was told what was to be inspected. (Tr. 310). Because she had her own department and had to check the girls in her department, she would leave that department and go down and check Fumero's work; however, she apparently did little checking on the repairs of the swim suits, for, as she testified, she inspected mostly the robes. (Tr. 327). She did, however, see Fumero ripping the defective swim suits and saw the other girls working on Saturdays making the repairs. (Tr. 310). For approximately one week, Sanchez checked Fumero's work on the robes, and she found quite a few which had to be fixed. Her estimate was approximately fifty pieces. (Tr. 312-313). The problem with Fumero's work in this connection was summarized by Sanchez as follows:

"It is run in a straight line, so it covers the hole, the punch-hole, and if you can't see the punch-hole, then, you're blind, because all you have to do is pass it, and you pass it all right, but you stop before it is no good."

Sanchez inspected Fumero's robes for from five to eight days. She then stopped inspecting them "* * * because she was making them very nice." (Tr. 329).

1

2

3

4

5

6

7

8

9.

10

11

12

13

14

15

16

17

18

19

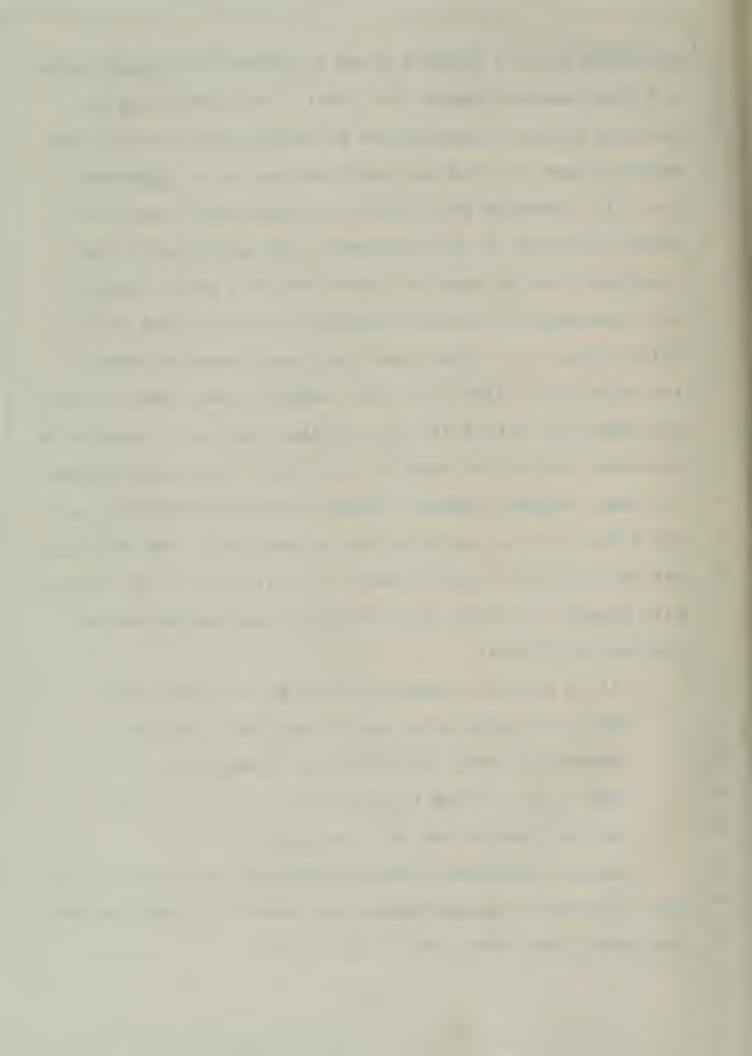
20

21

22

23

24



Sanchez also corroborated Young's testimony that Fumero could speak English well, if she wanted to, and she understood English. (Tr. 321). However, Sanchez customarily spoke to her in Spanish.

1

2

3

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

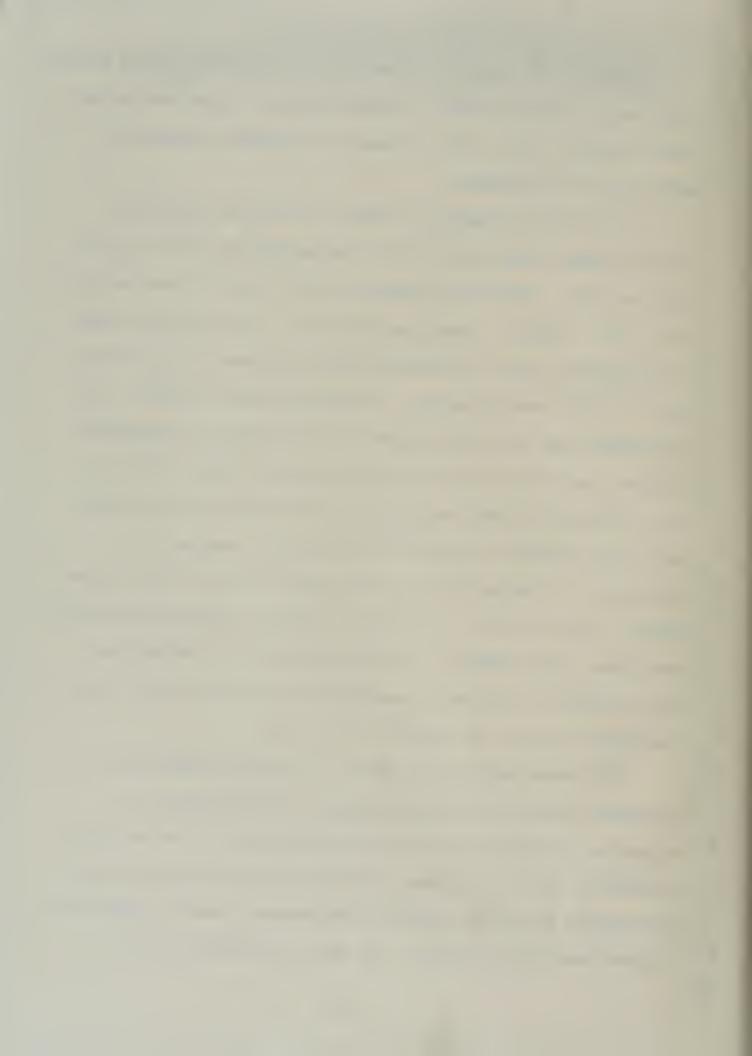
24

25

26

According to Sanchez, Fumero, after the election, told her many times a day that she wanted to get laid off and, in fact, asked her about it five times in one morning. (Tr. 315). Later, Fumero was off for a few days and when she returned, she told Sanchez that she was ill and would have to take some time off. Sanchez called Yoshida, who requested that she bring Fumero to his office downstairs. Sanchez testified that on this occasion Fumero did, in fact, state that she was going to take time off so that she could collect "disability", and that she had no intention of coming back, as she would like to work elsewhere. (Tr. 315-316). Finally, Sanchez confirmed Yoshida's testimony that Fumero, after her disability period was over, wanted to collect unemployment insurance until her children were out of school. (Tr. 335).

The issue before the Board, raised by Respondent's evidence, was whether <u>Dulce Fumero</u>, deliberately or otherwise, spoiled several hundred garments, and whether Respondent was, therefore, justified in refusing her remployment after her return from several weeks' absence for alleged medical reasons. The Board's findings that



Respondent harassed Fumero into leaving her employment and later discriminatorily refused to re-employ her, were based entirely upon Fumero's testimony and upon the complete and absolute exclusion of all of the evidence given by Respondent's witnesses. Despite the fact that the Board discredited much of Fumero's testimony upon other issues, the Board credited her testimony in its entirety upon this phase of the case, applying a far less rigid standard to her testimony than it applied to Respondent's witnesses.

1

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The contradictions and exaggerations in Fumero's testimony, and the most evident lack of credibility therein, will be discussed in a succeeding section of this brief. Insofar as the issue of her work performance is concerned, it is safe to say that Fumero dismissed the entire matter. She admitted that during the first week after the election, Yoshida returned some 500 pieces to her for repair. (Tr. 32). Although denying that some of the work was hers, Fumero admitted that she spent about four or five days repairing the work. (Tr. 34-35). However, she then testified that she changed "nothing" on these pieces, and that "It is just one big party that they had around me there". (Tr. 36; 67). Later, Yoshida told her that she was finished repairing and that she was being placed on a new job (Tr 37), because Smith would not accept any more of her work without inspection. (Tr. 38). On the occasion of this conversation, Fumero testified most significantly that:



"So then I said to him, what else do you pretend to do with me, with all of this intrigue and all of these calls, that I was not a new operator, neither an irresponsible person, and that for the period of three years that I had worked on different jobs at this plant, so that at the end I would be the object for a show for everyone, to take me out of the plant with a document -- to give me a layoff with a document so that I could work elsewhere.

"So then he said that I would have to accept that because he was the boss there, that he had a list from the employment soliciting employees -- to give me my layoff, that I could go, or do whatever I want that he -- that it didn't concern him."

(Tr. 38).

Regarding Yoshida's alleged reference to solications for employment, she then testified that he meant from the California Department of Employment and that he said he could not give her a layoff. (Tr. 39). Upon being asked to repeat the conversation, Fumero added the fact that "* * * so then I told him that I would work half a day, or two hours, or no work at all, and he told me that you do what you want, because there is a law here at the plant, so that day I left at half a day, and I left all of that work there



to him". (Tr. 39).

1

2

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Fumero admitted that she was placed upon the work of sewing "darts" on the robes (Tr. 41-43) and admitted that many of them were returned to her because they were defective, but claimed that "* * * no one sews with such an exactness, that no one sews with such an exactness that it is necessary to be measuring piece by piece with care". (Tr. 45). She also complained that she was being inspected constantly and that she could not "* * * support this kind of a thing, * * *". (Tr. 49). On this occasion, she had spoken to Yoshida about her working conditions in the presence of Sanchez and Efram Young, and testified that the latter commented, in her words, "* * * if I thought that trying to disrupt a good work or employment permitted good treatment, * * *", but she then claimed that he refused to discuss the matter with her. (Tr. 49).

A few days later, Fumero told Young that she could no longer continue working there; that it was impossible for her to continue; that every day was a different problem; that she was sick and could no longer "resist" days like that. She then said that Young offered to talk to Yoshida and told her that he would pay her the same that she had been earning. (Tr. 50).

Fumero had "an extreme case of nerves" that started at the first Union meeting at her house in February, and had been under a doctor's treatment during the entire



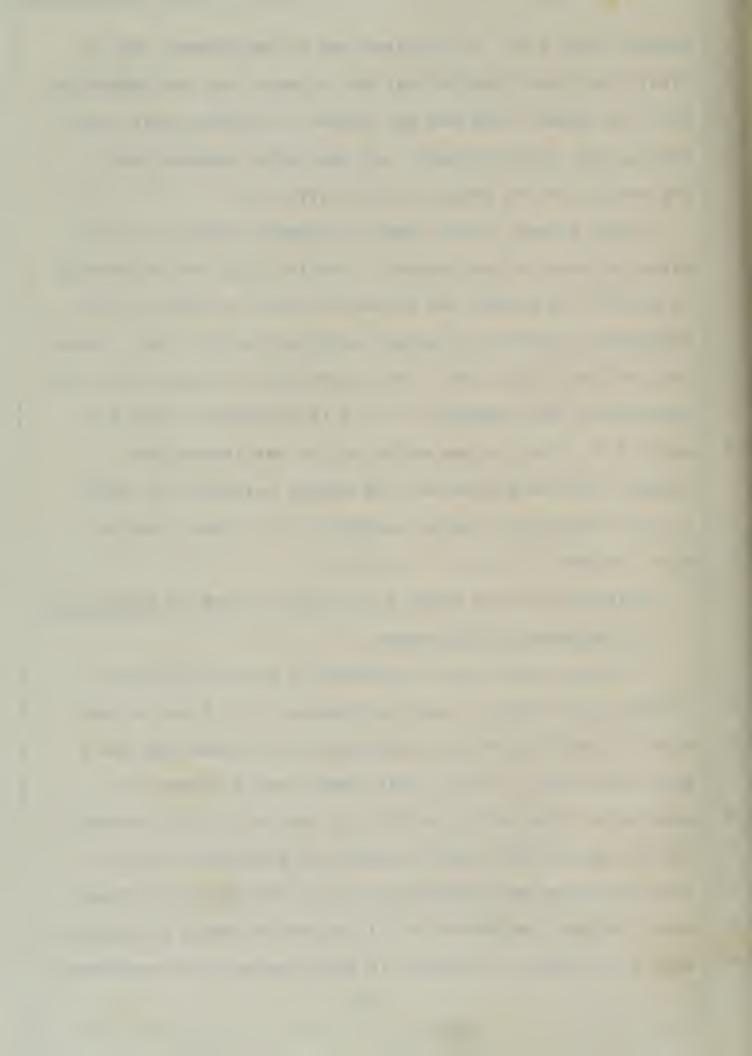
period. (Tr. 53). On her last day of employment (May 6, 1966), she told Yoshida that her ailment was not improving; that her doctor told her she needed a complete rest; that she was not going to work; and that after she got well, she would have to return to work (Tr. 52).

9 ,

During June, 1966, Fumero telephoned Yoshida after being released by her doctor. Yoshida told her to come in to see him in person, as he did not wish to talk on the telephone because of language difficulties (Tr. 54). When she saw him a day later, she claimed that she was told, in response to her question, "* * * if he had any work for me, * * *", that he was sorry but it was impossible because Smith was boss and she became nervous with Smith. To this statement, Fumero replied, "* * okay, that's what I wanted to know". (Tr. 55).

C. Statement Of The Board's Findings Of Lack Of Credibility Of Respondent's Witnesses.

The Board held that Respondent's so-called faultfinding with Fumero's work performance "* * * was a sham
aimed at humiliating and punishing her because she was a
union activist" (R. 42); that Fumero was a target of
managerial discrimination (R. 43); and of a plan to humiliate and harass her into quitting her employment (R. 44).
These findings and conclusions by the Board were bottomed
upon its total rejection of all of the evidence of Respondent's witnesses. The fact is that the detailed testimony



of Respondent's witnesses concerning the inferior sewing performed by Fumero was scarcely discussed by the Board.

1

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

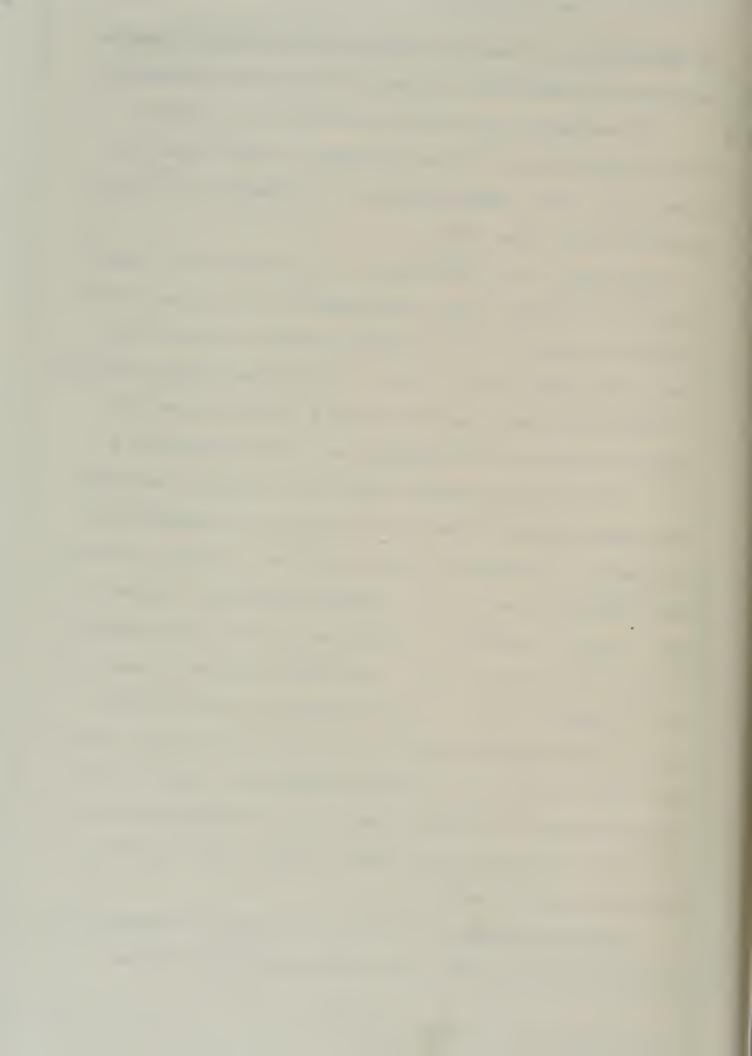
25

26

The evidence upon which the credibility findings were actually based must be discussed in some detail in order that a full understanding of the Board's error may be made clear to the Court.

Mary Pina: Her testimony was rejected by the Board upon the contention that "Pina appears to have some bias against the Union's organizational effort, and was less than candid about it". (R. 40). This alleged bias and lack of candor were based entirely upon a few questions and answers concerning her recognition at the hearing of a Union organizer and whether during the election campaign, some seven months earlier, she had told the organizer to drop dead. In response to the question of whether she had seen the person before, the witness responded, "Maybe I have. Maybe I haven't". When asked by the Trial Examiner if she recognized the lady, the lady's recorded answer was "No -- I guess I have". Pina admitted the woman looked familiar and then was asked if in fact she told the lady to drop dead, to which the witness responded, "Maybe I did". The questioner interrupted the witness' complete answer, that "She was forcing that paper on me". (Tr. 188-189), which she did not want.

Sherley Thompson: A similar challenge was made to the credibility of Thompson, the other over-lock machine



operator who followed Fumero's work. In Thompson's case, she was charged by the Board with testimony "attended by" self-contradiction. (R. 41). This entire charge was based on the claim that she first testified that she was familiar with the "machine stitch" of Fumero and recognized it and then "altered course" and claimed she did not know which of the operators had done the work. It was also contended that her testimony at the hearing was contrary to a pretrial statement.

Thompson testified on direct examination that after the election, "* * * the work started coming through bad". She was asked if she knew whose work it was and her response was "No". (Tr. 156). On cross-examination, she was asked if she knew from whom the suits came, and her answer was that she didn't know until after the supervisor told her. (Tr. 168). Thompson repeated this answer after being questioned about the use of the ticket numbers to identify an operator's work. She was then asked the following questions and gave the following answers:

- "Q Couldn't you tell from the stitch of the machine?
- "A You mean, could I tell it was Dulce's work or not?
- "Q Yes.

- "A No two machines have the same stitch. Each machine has a different stitch.
- "Q Could you recognize Dulce's machine stitch?
- "A Yes.



"0

And did you recognize it when you saw this defective work?

" A Yes.

- So you did know that it was Dulce's work right when you looked at it the first time?
- As I say, I didn't know who it was. It was between one of the two girls, and I didn't know which one it was."

(Tr. 170).

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Thompson is also charged with changing her testimony regarding her complaint to management concerning the defective work. She testified on direct examination (Tr. 157) that she talked to Hazel Smith and that Smith called Yoshida. In a pre-trial statement, Thompson said that she "complained to Mitch". (Tr. 172). So far as her recognition of Fumero's work is concerned, Thompson's pre-trial statement contained one sentence on the subject: "I knew it was her's because each machine's stitch is different, and the operator's clock number is on the bundle, and each girl ties the bundle differently". (Tr. 172).

David Young: Young was charged by the Board with the disposition to shape his testimony to what he conceived to be the necessities (R. 29) and, again, with the propensity toward self-contradiction and exaggeration (R. 42).

In his direct examination, in response to a question concerning Fumero's testimony that Young had said he would

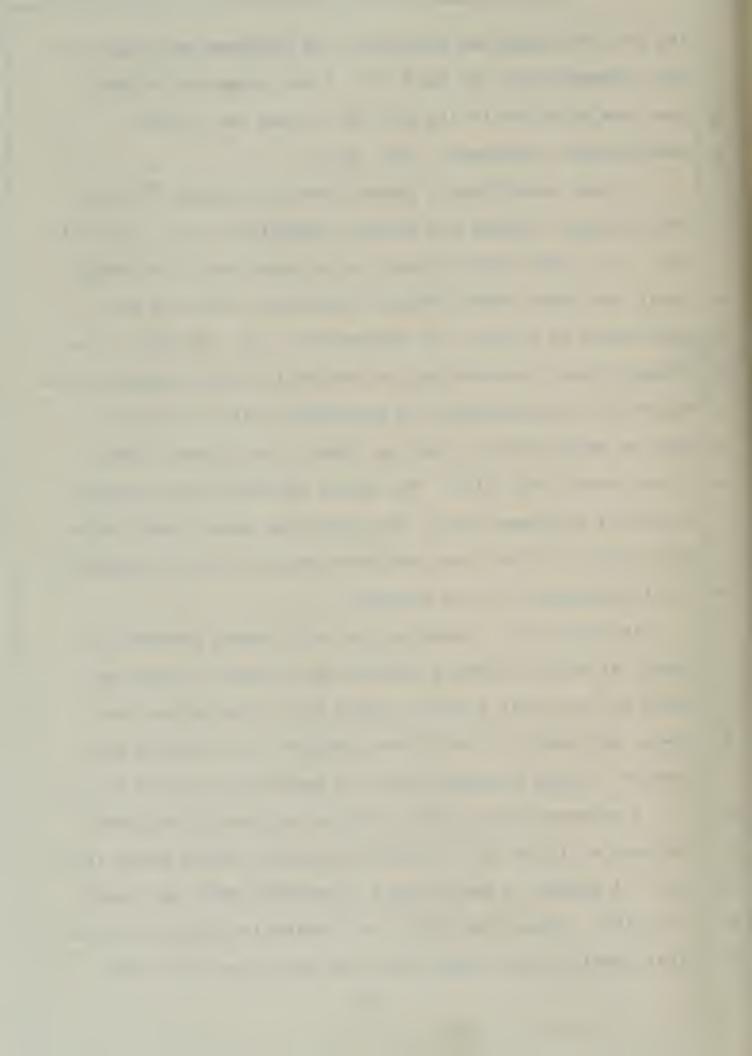


lay her off after the election, his response was that the only conversation was that "* * * she asked me on more than one occasion to lay her off so she can collect unemployment insurance". (Tr. 210).

9 .

He was specifically asked about only three of the conversations during his direct examination. (Tr. 210-213; 218). On cross-examination, the witness was first asked about the three conversations concerning which he was questioned by counsel for Respondent. (Tr. 236-238). On resumed cross-examination, he was again asked regarding the number of conversations and responded that it would be only an approximation, but at least a half dozen times, if not more. (Tr. 241). The Board contended that Young's pre-trial statement that: "She asked me twice about being laid off" (Tr. 244), was evidence impeaching the credibility of his testimony at the hearing.

In regard to a conversation with Fumero concerning layoff at which Geneveva Sanchez was present, Young was asked by the Trial Examiner where the conversation took place, and then if the witness recalled why Sanchez was present. Young responded that he could have called her in "* * because Dulce speaks English very well, but when she gets a little bit excited she can put wrong words into the -- I wanted to make sure I understood what she said". (Tr. 219). Again, the Board, affirming the finding of the Trial Examiner that Fumero did not speak English, used



this testimony as further grounds for contending that
Young lacked credibility by reason of a gratuitous injection of this claim into his testimony in the expectation
of discrediting Fumero.

1

2

3

5

6

7

8

9,

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Geneveva Sanchez: The Board disbelieved all of the testimony of Geneveva Sanchez upon the claim that it was "exaggerated" (R. 42). The sole basis of this claim of exaggeration was the testimony of Sanchez that Fumero, after the election, told her many times a day that she wanted to get laid off and once asked her about it five times in a morning. (Tr. 314-315). The Board disbelieved the testimony on the grounds that it did not think that Fumero would come to Sanchez with such a statement during the short period of time that Sanchez was inspecting Fumero's work. The Board also contended that it was not plausible, because the function of laying off personnel belonged to Yoshida, even though Sanchez also testified that she told Fumero to go see Yoshida or Young because "That wasn't my department". (Tr. 315).

Mitsuo Yoshida: The Board rejected Yoshida's evidence in all of its substantial particulars concerning the poor quality of work being done by Fumero; the amount of inspection performed on her work and its alleged difference from ordinary inspection; and finally his conversations with Fumero and her alleged statements both at the time she quit her employment and at the time she allegedly returned



seeking re-employment. It is difficult to determine the exact basis upon which much of Yoshida's evidence was disbelieved, for the reason that in many instances the Board's alleged disbelief is coupled with its findings upon the evidence of other witnesses or its apparent selection of inferences raised by various phases of the testimony. However, it is probable that the root of the Board's disbelief of Yoshida is in its rejection of Yoshida's version of his conversation with Juana Yanez. (See, R. 28 and 29). Yanez testified that Yoshida approached her at her machine, told her he wanted to speak with her, and that she went to his office. She then testified to the conversation which was adopted by the Board in a portion of its findings relating to the 8(a)(1) phase of the case. The examination of Yanez was first attempted in English, and her answer to the questions concerning this conversation were then repeated through the interpreter. The answers were vague and disconnected, and it is utterly impossible to determine from the answers exactly what took place. Specifically, it cannot be determined from the direct testimony of Yanez whether, in fact, she brought up the Union or Yoshida did. The Board, however, assumed that Yanez meant by her answers that Yoshida broached the subject of the Union. Yoshida was not questioned extensively during his direct examination about this conversation, but it is fair to say his version

1

2

3

4

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25



did differ in many particulars with the version of Yanez. However, the Trial Examiner asked the witness how the matter of the Union came up, and the witness' response was "I don't know whether she brought it up or whether I brought it up". (Tr. 268). The Board contends that this answer, along with his "unwillingness" to explain why he did not want to talk to Yanez at her machine, showed Yoshida to be an evasive witness. (R. 28-29).

9.



STATEMENT OF QUESTIONS PRESENTED IN OPPOSITION TO PETITION FOR ENFORCEMENT

- 1. Whether the Board's Order, which was based solely upon the uncorroborated testimony of the charging-witness, is supported by substantial evidence upon the record as a whole or is so clearly erroneous that enforcement must be denied?
- 2. Whether the Board arbitrarily and erroneously rejected the entire evidence of each of Respondent's six witnesses for alleged lack of credibility without cause or reason to believe that these witnesses willfully gave false evidence upon material issues?
- 3. Whether the Board arbitrarily and erroneously applied rigid and severe standards of credibility to Respondent's witnesses but failed to apply similar standards to the charging-witness and wholly excused her testimonial shortcomings?
- 4. Whether the ultimate fact found by the Board, i.e., that Respondent discriminatorily harassed Fumero into quitting her employment by needless faultfinding, was based upon an inference, entirely unsupported by any evidence in the record, that she would not have courted discharge by deliberately doing poor work because she needed employment for support of herself and her children?

32.

9,



5. Whether the aforesaid ultimate fact was also based upon an entirely speculative and conjectural inference, without evidentiary support, that Fumero, a formerly good worker, would not and could not have become suddenly incompetent?

- 6. Whether the inference drawn by the Board that
 Respondent engaged in needless faultfinding was unreasonable
 by reason of the fact that the Board supported such inference by selection of certain favorable testimony of Respondent's witnesses and by improperly rejecting unfavorable testimony upon the same subject matter?
- 7. Whether the Board failed to make a reasonable choice of the possible inferences raised by the entire evidence and failed to consider the only reasonable inference that Fumero's poor work performance was caused by her nervous illness?

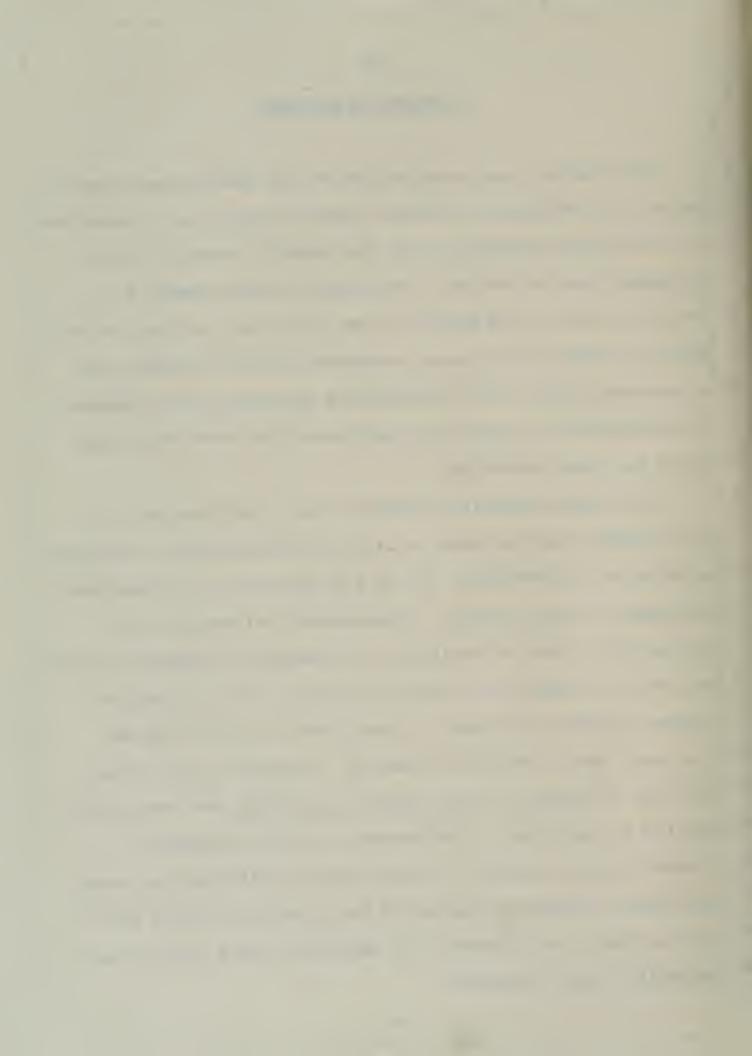


SUMMARY OF ARGUMENT

The findings and conclusions of the Board are not supported by substantial evidence upon the record as a whole and are so clearly erroneous that the Board's petition for enforcement must be denied. This Court is not merely a judicial echo of the Board; it has the power and duty to set aside an order of the Board whenever the Court cannot conscientiously find that the evidence supporting the decision is substantial or when it is left with the conviction that error has been committed.

The Board arbitrarily credited only the testimony of the alleged discriminatee, a highly prejudiced and interested witness, and discredited all of the testimony of Respondent's witnesses to the contrary. Respondent's witnesses were charged with lack of credibility by reason of testimony upon peripheral matters not directly related to the principle issues and were not found to have given willfully false testimony upon a material question. Therefore, the harsh doctrine of falsus in uno, falsus in omnibus was erroneously applied by the Board. Furthermore, a dual standard of credibility was applied, in that the inconsistencies, exaggerations and contradictions of the charging-witness were excused, but the witnesses for Respondent were held to an impossibly rigid standard.

34.



Inferences were drawn by the Board that were not supported by any evidence in the record or which were purely speculative and conjectural. In order to sustain its conclusions of ultimate fact, the Board improperly drew inferences by selection of certain testimony of witnesses, while ignoring or rejecting other testimony upon the same subject matter. The Board failed to examine and consider all of the reasonable inferences raised by the facts established by the record. Its choice of inferences was unreasonable and cannot be sustained upon fair consideration of all of the evidence which detracted from the conclusions reached.

9 '

.1

.3

.4

The only fair, just and reasonable conclusion from the evidence in the record is that Respondent did not discriminate against Dulce Fumero, either before her voluntary separation from employment or at the time she later returned when her disability excuse had expired. Fumero, suffering from a nervous illness, damaged more than 500 garments through careless and inferior work. Contrary to the Board's accusation of "needless faultfinding", Respondent patiently tolerated her deficiencies. Fumero eventually quit her employment voluntarily for medical reasons. She did not return upon a genuine search for employment, but only to obtain an excuse enabling her to obtain unemployment insurance benefits, and, in any event, Respondent had a lawful right to refuse to re-employ Fumero by reason of her prior



faulty work performance.

The uncorroborated testimony of the person who will benefit from a favorable decision cannot constitute the measure of substantial evidence required to support a decision. Labored and strained inferences improperly drawn without support from the evidence, coupled with unjustifiable impeachment of all of the witnesses for Respondent, cannot be permitted to overcome the clear weight of the evidence in the entire record.

Respondent respectfully submits to the Court that the findings of the Board, upon the record of this proceeding, do not reflect the truth and right of the case, and enforcement of the Board's order against Respondent would be manifestly unjust.



1

ARGUMENT

3

4

5

6

16

17

18

19

20

21

22

23

24

The Board's Petition For Enforcement Should Be Denied A. For The Reason That The Decision Is Not Supported By Substantial Evidence And Is Clearly Erroneous.

7 The findings of the Board upon the issue of the alleged 8 discrimination by Respondent against Dulce Fumero are "so 9 . against the great preponderance of credible testimony", that 10 these findings do not "reflect the truth and right of the 11 case". (2B Barron & Holtzoff 549-550). A finding is clearly 12 erroneous when "'although there is evidence to support it, 13 the reviewing court on the entire evidence is left with 14 the definite and firm conviction that a mistake has been 15 committed'". (McAllister v. U.S., 348 U.S. 19, 20; 75 S. Ct.

6, 8). Contrary to the contentions of the Board, this Court is

bound by neither the Board's rulings upon the credibility of witnesses nor by its Findings of Fact. "The Board's findings are entitled to respect; but they must nonetheless be set aside when the record before a Court of Appeals clearly precludes the Board's decision from being justified

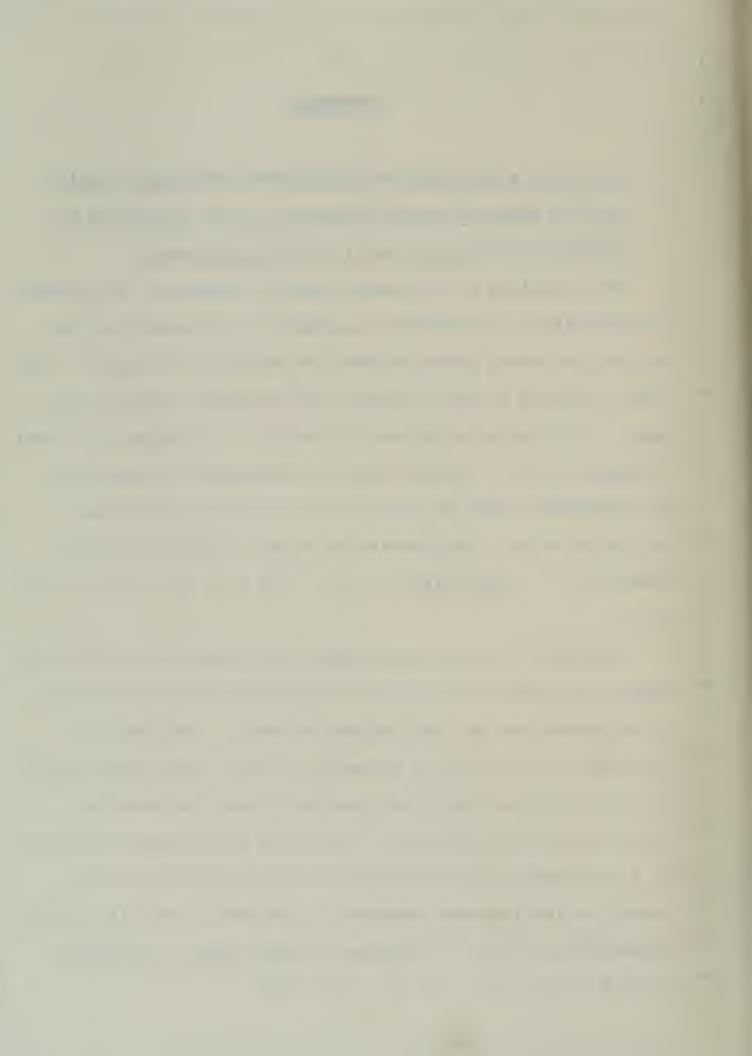
by a fair estimate of the worth of the testimony of wit-

nesses or its informed judgment on matters within its special

competence or both". (Universal Camera Corp. v. N.L.R.B.,

340 U.S. 474, 490; 71 S. Ct. 456, 466).

26



The United States Supreme Court in its decision in the Universal Camera case defined the scope of review of an administrative record by a Court of Appeals. The Court held that the entire record must be taken into consideration and that "* * * a reviewing court is not barred from setting aside a Board decision when it cannot conscientiously find that the evidence supporting that decision is substantial, when viewed in the light that the record in its entirety furnishes, including the body of evidence opposed to the Board's view". (340 U.S. 474, 488; 71 S. Ct. 456, 465). It is generally true that Appellate Courts will not substitute their judgment for that of the Board upon matters of credibility or upon choices of possible inferences. Nevertheless, "Administrative determinations of credibility are often set aside because the reviewing court firmly believes that the evidence supporting the determination is clearly less credible than the opposing evidence". (4 Davis; Administrative Law 145, § 29.06). And, where the Board has drawn unreasonable inferences from the evidence, this Court will deny enforcement of the Board's order. (N.L.R.B. v. Sunset Minerals, Inc. [CA-9 1954], 211 F. 2d 224).

1

2

3

5

6

7

8

9 '

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The primary issue of fact before the Board in this phase of the proceeding was whether Fumero, consciously or unconsciously, damaged more than 500 garments because of inferior work performance or whether, as found by the Board, Fumero was harassed and humiliated into quitting her employ-



ment by the "sham" insistence of Respondent that her work was faulty. As a subsidiary issue, there was the question whether, after returning from leave of absence, Fumero was genuinely seeking employment, as asserted by the Board, or whether she was, in fact, attempting to obtain an excuse from Respondent that would permit her to obtain unemployment insurance benefits.

1

2

3

4

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

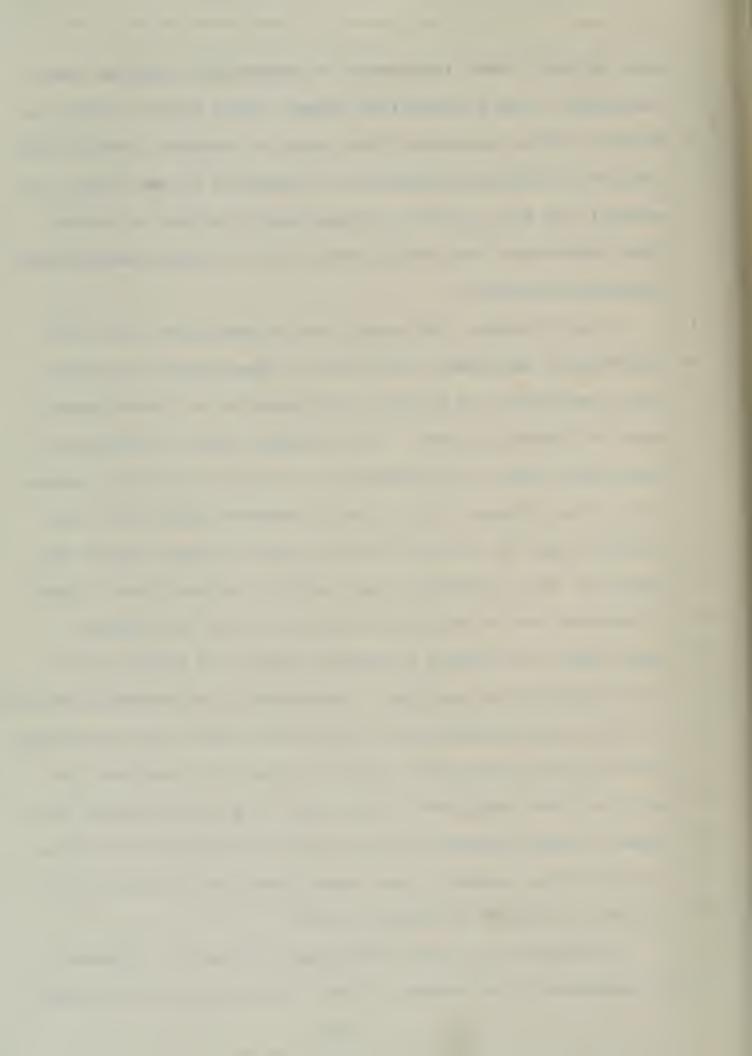
24

25

26

Six witnesses, including both supervisors, and nonsupervisory employees, testified in Respondent's defense. Their testimony was without contradiction or inconsistency upon any material issue. The evidence given by these witnesses was clear and convincing upon two significant issues. First, that Fumero did, in fact, commence performing her assigned task in a most inferior manner shortly after the election, and, secondly, that upon her return from a leave of absence due to nervous illness, she was not seeking employment, but wanted an excuse that would enable her to draw unemployment benefits. Respondent's witnesses testified to their observations of her defective sewing upon the swimsuits and upon the beach robes; to the fact that she, as well as other employees, spent many days ripping apart the seams of these damaged garments and repairing them; to her insubordinate insult to her supervisor; and finally to her efforts to obtain an excused layoff.

Although it is true that Fumero denied the evidence of Respondent's witnesses, albeit with many contradictions,



the preponderance of the evidence convincingly supported
Respondent's contentions. The record leaves no room for
doubt that Fumero's work suffered a drastic decline in
quality before she finally left her employment because of
her illness and that Respondent had good and sufficient cause
for refusing to re-employ her even had she genuinely sought
to return. There is utterly no support in the entire record
for the inference drawn by the Board that Respondent engaged
in needless faultfinding for the purpose of humiliating
Fumero and discriminatorily refused to re-employ her.

1

2

3

5

6

7

8

9 '

10

11

12

13

14

15

16

17

18

19

20

21

22

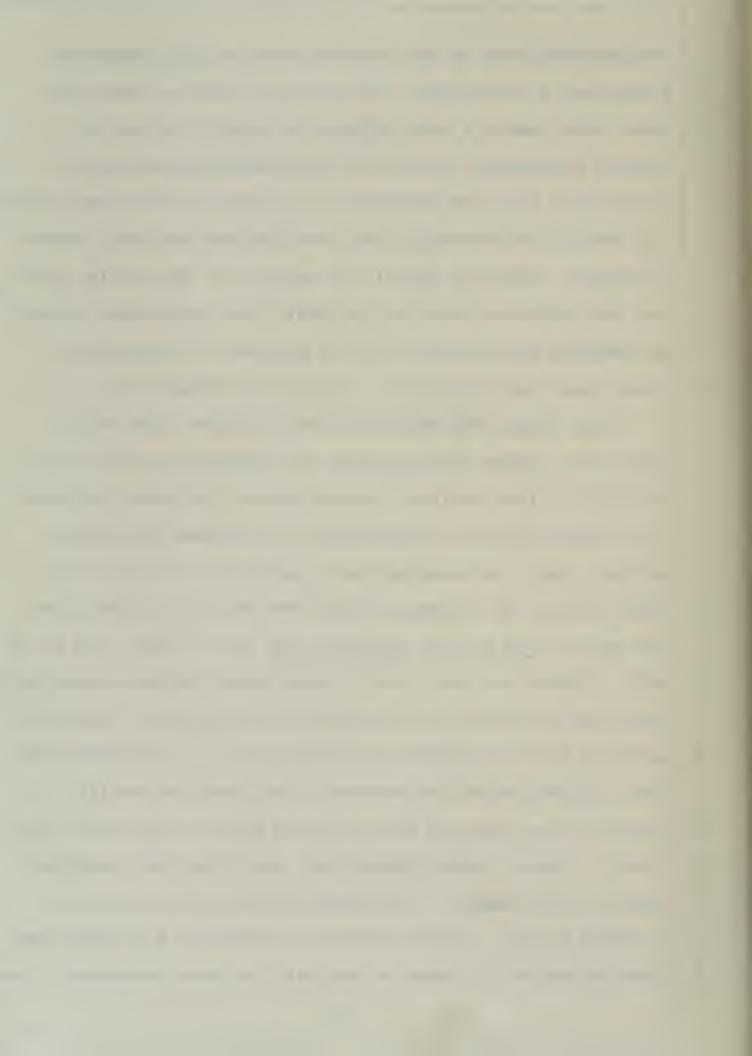
23

24

25

26

Even though the Board did not, and upon this record could not, charge the witnesses for Respondent with giving willfully false testimony, nevertheless, the Board rejected all of the evidence of Respondent's witnesses and relied entirely upon the uncorroborated testimony of Fumero and "upon tidbits of evidence picked from here and there" from the record (N.L.R.B. v. Mallory & Co. [CA-7 1956], 237 F. 2d 443). Fumero was not a wholly trustworthy witness whose evidence was reliable to the exclusion of all else. She first admitted that she worked upon the repairs in one answer and then changed course and asserted that there was really nothing to be repaired and contended that it was just a "big party". Later, Fumero denied that she ripped and repaired even for "one moment". She admitted that the robes were returned to her, because they were defective, but complained that she was being asked to sew with too much exactness. She



admitted that she had had an "extreme case of nerves" which had commenced with the first Union meeting at her home in February and admitted that she asked for time off at the suggestion of her doctor.

And, again, even though denying that in June, 1966, she was actually seeking an excuse that would enable her to draw unemployment benefits for the summer, Fumero testified quite significantly that when Yoshida told her she could not work there any more, her reply was, "Okay, that's what I wanted to know". This was hardly the response to be expected of a person who desperately needs employment, as inferred by the Board. On the contrary, it is the response that might be expected from an individual who had just obtained the desired excuse for the employment office.

Despite the fact that forty-three employees of Respondent voted for the Union in the election and, presumably, had direct knowledge of the circumstances surrounding Fumero's last weeks of employment, the General Counsel failed to call a single one of these employees to rebut Respondent's case.

Fumero's evidence on this point was entirely presented through the words of an interpreter and was brief to the point of being sketchy. It is also significant that when she was recalled upon rebuttal at the conclusion of Respondent's case, she was examined by the General Counsel only with reference to the questions concerning her statements



regarding her desire for a layoff and whether she told Yoshida that she did not wish to return to work.

1

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

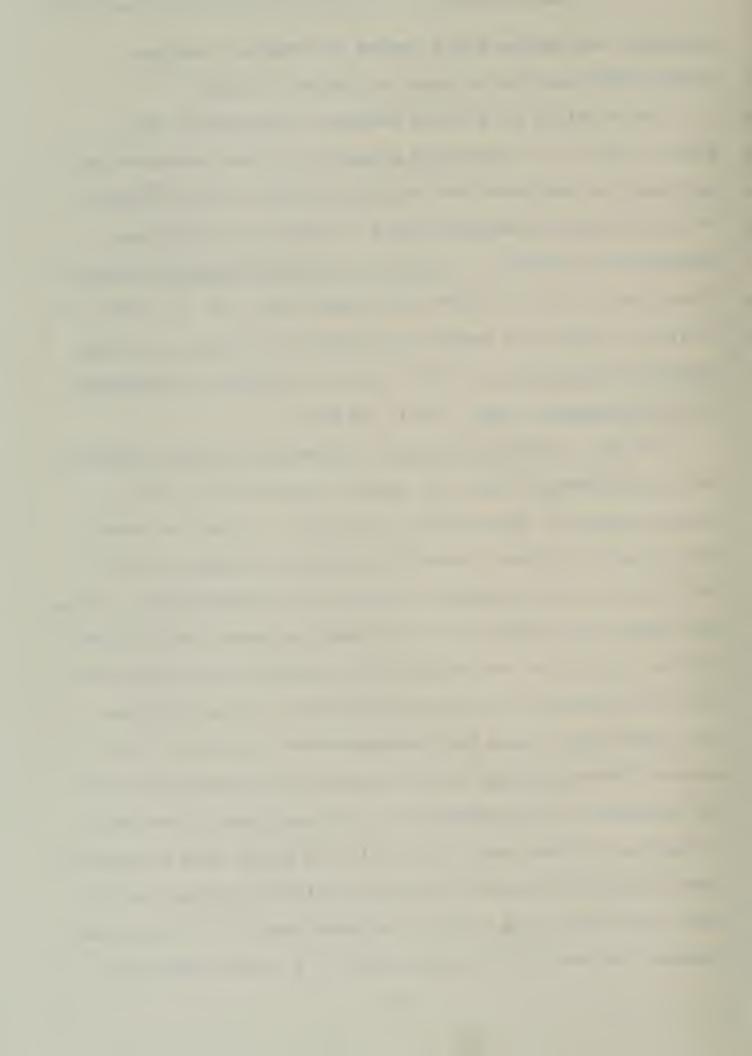
24

25

26

The findings of a Trial Examiner, affirmed by the Board, that "* * * are based primarily on the uncorroborated testimony of the party who stands to benefit from an award of re-instatement and back pay * * * may not constitute substantial evidence". (N.L.R.B. v. Ogle Protection Service [CA-6 1967], 375 F. 2d 497, 506 [cert. den. Oct. 9, 1967, 36 LW 3144]; citing its earlier decisions in N.L.R.B. v. Elias Brothers Big Boy, Inc., 327 F. 2d 421, N.L.R.B. v. Barberton Plastics Products, Inc., 354 F. 2d 66).

The Ogle Protection Service, Barberton Plastics Products and Elias Brothers cases are square authority for, and strongly support, Respondent's position. In each of these three cases, the Board found violations of Section 8(a)(1) for reasons of interference, coercion and restraining of Union activities, but also found that these employers had violated Section 8(a)(3) on the grounds that employees were discriminatorily discharged for union activities. These findings were based solely upon the uncorroborated testimony of the purposed discriminatees to the complete exclusion of all of the evidence of the witnesses for the employers. The Court of Appeals for the Sixth Circuit in the Elias case succinctly summarized the situation in both the cited cases and in the cause now before this Court by stating that "* * * the Trial Examiner has credited the testimony of a highly prejudiced



and interested witness and discredited the testimony of all witnesses to the contrary". Enforcement was denied in these cases, as it should be herein, for lack of substantial evidence to support the order of the Board.

1

2

3

4

5

6

7

8

9,

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The Court of Appeals for the Fifth Circuit, in N.L.R.B.

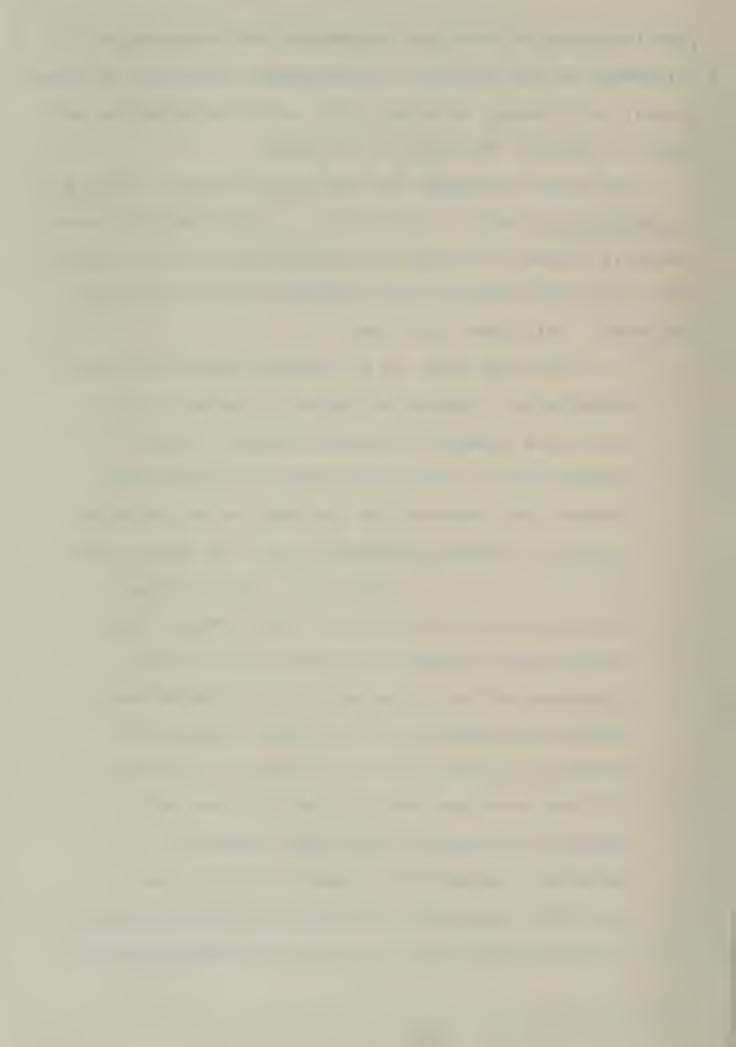
v. Borden Co. (1968), F. 2d , 67 LRRM 2677, also

recently refused to enforce an 8(a)(3) order of the Board

that was based entirely upon testimony of the discharged

employee. This Court held that:

"The only facts in the record supporting antiunionism as a motivating factor in Vasquez's discharge are related by Vasquez himself; 'the beginning and the end of the thread, and everything between, are supported by testimony of no one else.' N.L.R.B. v. Texas Industries, Inc., No. 24255, Dec. 28, 1967, at p. 5, 67 LRRM 2114. Many of these facts are not uncontradicted. Thus, while 'the initial choice between two equally conflicting inferences of discriminatory or non-discriminatory employer motivation for an employee discharge is primarily the province of the Board, ' 'the reviewing court must not confine itself to the consideration of evidence "which when viewed in isolation", supports the Board's findings, but must also take "into account contradictory evidence or evidence from which conflicting inferences could



be drawn." . . . "The substantiality of evidence must take into account whatever in the record fairly detracts from its weight. . . . '"

9 .

The clear preponderance of the evidence in this record sustains the position of Respondent that it did not commit an unfair labor practice insofar as the employment of Dulce Fumero is concerned. Nevertheless, the Board, credited the uncorroborated testimony of Fumero; discredited Respondent's witnesses; and drew inferences of unlawful motivation which were totally unreasonable and significantly unsupported by any evidence in the record. These matters will be discussed in the succeeding sections of this brief.

B. The Board Failed To Apply Proper, Legal Standards In Its Evaluation Of The Credibility Of Respondent's Witnesses.

The Board discredited the testimony of Respondent's witnesses upon the grounds that they were quilty of evasion, exaggeration, self-contradiction and of interest in the proceedings. In no instance was the testimony seized upon by the Board as evidence of lack of credibility, testimony which was being given upon the principal issue in the case. To the contrary, the inconsistencies in the testimony of the witnesses were minor and related primarily to peripheral matters. A trial judge does not have to believe a witness if there is reasonable cause not to believe him, but a court may not arbitrarily reject the testimony of a witness whose testimony appears credible. (Gee Chee On v. Brownell, 253



F. 2d 814; Yip Mie Jork v. Dulles, 237 F. 2d 383).

9 .

The Board, in fact, applied the doctrine of "falsus in uno, falsus in omnibus" to Respondent's witnesses, while specifically rejecting application of the doctrine to the contradictory and exaggerated testimony of Fumero. (R. 31). This harsh rule has "little or no place in modern jurisprudence". (Virginia R.R. Co. v. Armentrout, [CA-4 1948), 166 F. 2d 400, 405 [upon instructions to jury]). The doctrine, "* * so far as it has any value, ordinarily applies to cases of deliberate falsehood". (New England Electric Sys. v. Securities & Exchange Commission, 346 F. 2d 399, 408 [reversed and remanded on other grounds, 384 U.S. 176, 86 S. Ct. 1397]).

The testimony of Respondent's witnesses, which gave rise to the Board's findings of lack of credibility, has been extensively reviewed in the preceding section of this brief. It is quite clear that the subject matters of the testimony involved in these findings were peripheral and without direct significance or bearing upon the principal issue in the case. It is even more clear that not one of Respondent's witnesses was or could have been charged by the Board with willful or deliberate falsehoods upon a material issue.

The alleged bias and lack of candor, asserted to have characterized Mary Pina, is an excellent example of these findings by the Board. Pina had been examined extensively



on both direct and cross examinations with reference only to the subject of Fumero's work performance upon the spoiled garments. (See Tr. 173-188). The matter of her recognition of the Union organizer was a sudden interjection of an entirely new and different subject matter and was patently an obvious attempt by the General Counsel to confuse the witness for the purposes of impeachment. It is apparent that Pina had had an unpleasant experience with the organizer more than seven months before the date of the hearing, and insofar as the record shows, this was the only occasion upon which Pina had met this individual. Her hestiation in answering is thoroughly explainable, and her testimony reflects no more than ordinary human reactions in a situation of this kind.

In the case of Sherley Thompson, the Board contended that her testimony was attended by self-contradiction, because she allegedly first testified that she was familiar with Fumero's machine stitch and recognized it, and then altered course and claimed that she did not know which of the operators had done the work. Respondent's review of the testimony in question in the preceding section of this brief flatly refutes the contention of the Board. At no time, on her direct or cross examination, did Thompson testify that she was familiar with the stitch of Fumero's machine and recognized it as Fumero's when she saw the defective work. Her testimony was that the stitch was



recognizable, but she did not know which girl's machine was involved.

1

2

3

4

5

6

7

8

9,

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Thompson was also charged with contradictions in her testimony at the time of the hearing and a pre-trial statement. In the pre-trial statement, Thompson stated, in effect, that she knew Fumero's work because each stitch is different, because the operator's clock number is on the bundle and because each girl ties the bundle differently. This compound sentence is not in contradiction to her testimony, for the reason that it covers, in a single sentence, a number of separate subjects which were explained in the testimony. She did not state that she recognized the work as Fumero's from the stitch alone. Considering the manner in which these pre-trial statements are obtained by Board agents, apparent contradictions of this type will necessarily arise and are of no significance. The same is true of the alleged contradiction between Thompson's testimony that she complained to Hazel Smith and her pre-trial statement in which she stated she complained to Yoshida. Her other testimony was that on such occasions the procedure was to complain to the supervisor in the department who would then call the plant manager. Again, it must be considered that the witness' reference in her pre-trial statement was her understanding that her complaint was really to Yoshida, even though such a complaint had to go first to Smith.

Another witness charged with self-contradiction,



coupled with exaggeration, was David Young. Fundamentally, the contention of the Board was that in the course of his examination he substantially expanded the number of times that Fumero requested a layoff, and that his testimony was contradicted by his pre-trial statement. A fair reading of the transcript reveals neither self-contradiction nor exaggeration in Young's testimony. In his direct examination, he testified that Fumero asked him on more than one occasion for a layoff. Counsel for Respondent examined him in detail as to only three of the conversations and then dropped the subject. For the first time, on crossexamination, he was specifically asked for the number of conversations, and he responded that he thought it was at least a half dozen times. The sentence in the pre-trial statement seized upon by the Board as evidence of lack of credibility was a portion of the witnesses' testimony concerning Fumero's request for a layoff at the time that the company was considering the swim suit business for the summer. Young described this episode in detail and then stated that Fumero asked him twice about being laid off. In the context of the statement, it is quite evident that the witness was not relating the total number of times overall that he could recall Fumero's request for a layoff, but was simply stating that on that particular occasion she asked him twice.

1

2

3

5

6

7

8

9.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The Board also contended that Young gratuitously

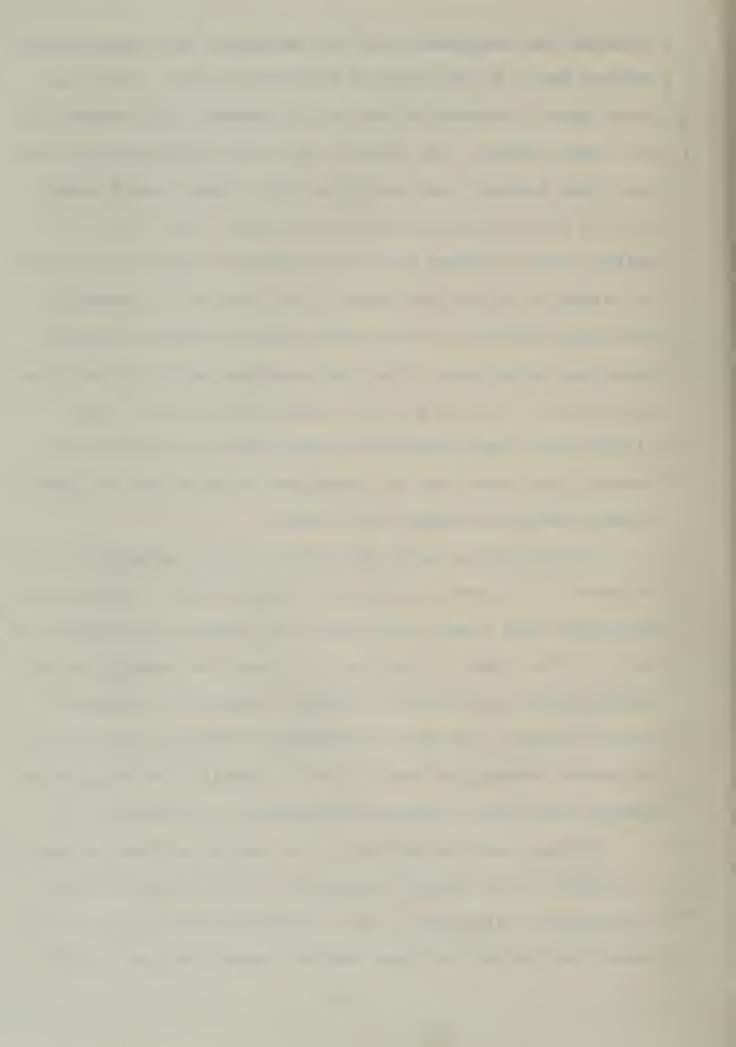


injected the statement into his testimony that Fumero spoke English well, in the hope of discrediting him. This was based upon a finding of the Trial Examiner that Fumero did not speak English. No mention was made by the Board of the fact that Sanchez also testified that Fumero could speak English well except when she was excited. (Tr. 321).

Neither did the Board see fit to comment upon the fact that no extensive effort was made at the hearing to actually determine how much or how little English Fumero actually spoke and understood. The few questions asked by the Trial Examiner (Tr. 10) were hardly sufficient for the broad finding that Fumero could not understand English and to contend that Young was an incredible witness for the mere reason that he mentioned this fact.

Little need be said about the Board's rejection of the evidence of Geneveva Sanchez as "exaggerated". Sanchez had testified that Fumero asked her many times for a layoff, as much as five times in one day. Without the benefit of any substantially conflicting evidence, other than Fumero's general denial, the Board discredited Sanchez upon its unsupported contention that it was implausible to think that Fumero would have made such statements to Sanchez.

Yoshida was discredited as an evasive witness primarily by reason of the Board's rejection of his version of his conversation with Yanez. The statement relied upon by the Board that he did not know whether Fumero brought up the



subject of the Union or whether he brought it up is quite plainly as much an admission that he did raise the subject as a contention that Yanez raised it. Far from being an evasion, it constitutes only a simple statement that the witness did not remember at the time of the hearing. The Board also contends that Yoshida was evasive and failed to explain his unwillingness to speak to Yanez at her machine, but the flat answer to that contention is that he was never asked, either directly or indirectly.

1

2

3

4

5

6

7

8

9.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Finally, although the Board gives no more weight to the testimony of Hazel Smith than it did to the other five witnesses appearing on behalf of Respondent, Smith was not directly charged with the lack of credibility other than a comment that she had an interest in the proceeding. These labored findings of lack of credibility attributed by the Board to Respondent's witnesses should not be sustained by this Court. "While recognizing that the question of credibility is for the trial examiner, an Appeals Court is not precluded from independently determining what weight certain testimony which he finds credible should be given when evaluating the evidence on the record as a whole". (Portable Electric Tools, Inc. v. N.L.R.B. [CA-7 1952], 309 F. 2d 423, 426). The Portable Electric Tools case involved the same considerations and issues now before this Court, for the reason that the Trial Examiner and the Board in that case based their findings of violations of the Act upon



reliance exclusively upon the testimony of the charging party and by denying credibility to the testimony of the "many witnesses" called by the company.

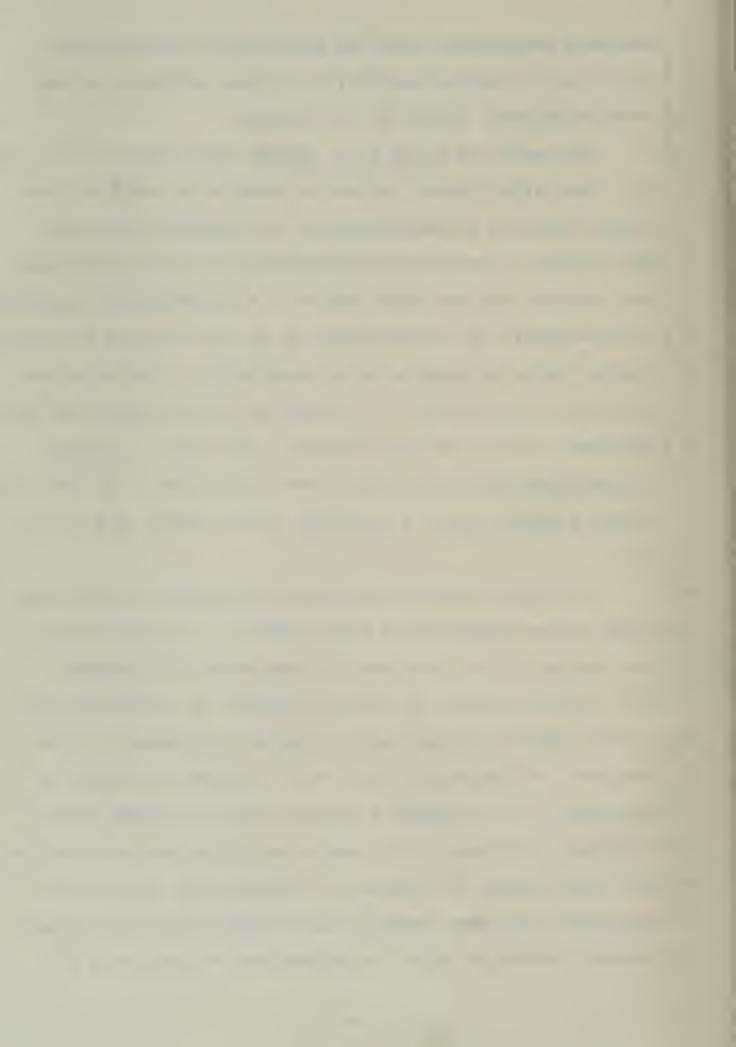
9 .

Similarly, in N.L.R.B. v. Denton (CA-5 1954), 217 F. 2d 567, the Fifth Circuit refused to enforce an order of the Board requiring re-instatement of an employee, whom the Board found to have been discriminatorily discharged, upon the grounds that the Board had "* * inadvertently attached undue emphasis to the testimony as to his conceded pro-union status, while minimizing other substantial evidence of his admitted derelictions * * *" given by the witnesses for the employer. (217 F. 2d 567, 570-571). See also: Farmers

Co-Operative Co. v. N.L.R.B. (CA-8 1953), 208 F. 2d 296, and Victor Products Corp. v. N.L.R.B. (CA-DC 1953), 208 F. 2d 834.

The Board applied inconsistent standards in its evaluation of the testimony of Dulce Fumero, as opposed to its evaludation of the testimony of Respondent's witnesses.

This "dual" standard is readily apparent by reference both to the Board's decision and to Fumero's testimony at the hearing. In the words of the Trial Examiner, affirmed by the Board, "* * * Fumero's interest (as an alleged discriminatee) is obvious, * * * and in addition, she appeared to me, even through the barrier of language, to be given to emotional attitudes somewhat more readily than the average person, leaving me with the impression at times that her

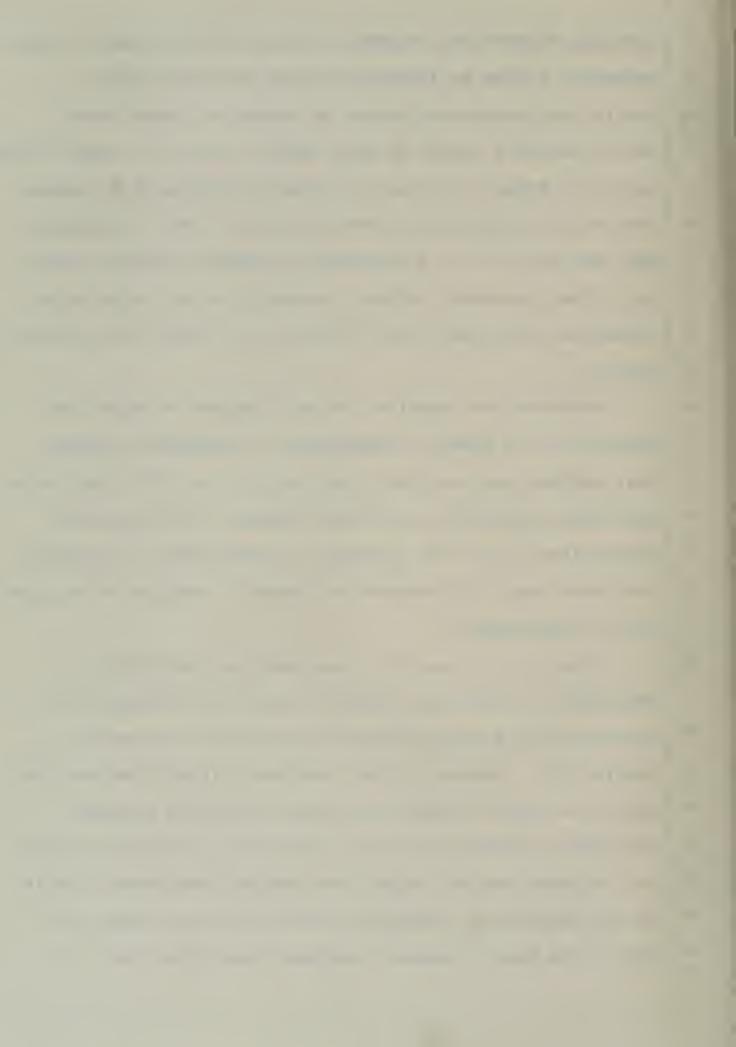


feelings colored her concepts of what had been said or done. Moreover, I have at least some doubt that her grasp of English was always sufficient to absorb or repeat accurately what she claims to have heard". (R. 31). Again, with regard to Fumero's claims of repeated statements by Management on the subject of contract work (R. 32), the Examiner was left with "* * * a substantial question whether some or all of her portrayal reflects assumptions she makes as to arguments the Company would advance in a debate over unionization".

9 .

Nevertheless, despite its own findings of flaws and fallibility in Fumero's competence to accurately portray what she had seen and heard and despite the fact that, with even less provocation, the Trial Examiner and the Board discredited all of the testimony of Respondent's witnesses, the Board gave full credence to Fumero's version of her last days of employment.

Adopting the Board's views upon the credibility of Respondent's witnesses, Fumero's own contradictions and exaggerations should have cast an equal cloud upon her credibility. Fumero, in her testimony, it will be recalled, denied not only telling Young that she wanted a layoff while her children were out of school but, in what amounted to a blanket denial, denied that she had mentioned a layoff to any supervisor, except upon her last day at work (Tr. 362). The Board, however, entirely overlooked her



contradictory testimony on direct examination that in response to Young's alleged threat of a layoff if the Union succeeded, she asked: "* * * why wait until there is a slack off, why not just lay me off now". (Tr. 24). Fumero was also guilty of the same exaggerations in her testimony that the Board held against Respondent's witnesses, Young and Sanchez. For example, she was asked if Young had ever mentioned Olga and Cole, two other garment manufacturers. She first replied, "Three or four times". Then Fumero contended that this subject was mentioned to her "Once a week or every two or three days. * * * From the time that I had the meeting at my house until the day before the elections". (Tr. 28-29). Similarly, in her rebuttal testimony, Fumero denied calling Hazel Smith a profane name by testifying that "Never have I spoken with her anything other than work, or anything have to do with work". (Tr. 363). On cross-examination, Fumero, upon being asked if Hazel Smith had given her a bed, indulged first in an angry and indignant outburst, "We are not here to bring out all of the little things that have been going on. If I were to mention the things I have given her, we'd be here the rest of the night and even more. If we could concentrate on what the problem is here." (Tr. 365). Following an admonition by the Trial Examiner, she then admitted that she had bought a headboard from Smith (Tr. 365), which would indeed imply that she had had conversations with Smith concerning

1

2

3

4

5

6

7

8

9 '

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25



matters other than her work.

9 "

From this entire record, it is impossible to sustain the Board's conclusion that Fumero was the more credible witness. In fact, a fair reading of her testimony must lead to the conclusion that she was the least credible witness in the whole proceeding.

C. The Board's Findings Against Respondent Were Based Upon
Inferences Which Were Unsupported By The Evidence And
Which Were Speculative And Conjectural.

In order to support its ultimate Findings of Fact that Fumero's work was not deficient and that Respondent engaged in a deliberate plan to find unwarranted fault with Fumero's work with the aim of humiliating her and inducing her to quit her employment, the Board drew inferences and conclusions which were either wholly unsupported by any evidence or which amounted to sheer speculation and conjecture. In some instances, the inferences drawn were not reasonable choices of the possible inferences raised by the facts.

The Board concluded that it defied "rational belief" that Fumero, whom the Board inferred was dependent upon her earnings for her support and the support of her children, would deliberately seek discharge to secure reduced, temporary income from unemployment compensation. (R. 41).

There is not a line or a word of evidence in the entire record from which this inference can be drawn. The Board had utterly no knowledge of whether Fumero was wealthy or



poor, whether she was moderately well off or totally dependent upon her earnings. Neither did the Board have evidence whether Fumero was married and well-supported by her husband or widowed and the sole support of the family. As a matter of fact, the uncontradicted evidence in the record would sustain only the opposite inference: that Fumero was indeed not dependent upon her earnings. Not only is the record replete with evidence that Fumero had on more than one occasion, requested a layoff while her children were out of school, but the uncontradicted evidence also is that she was on a leave of absence from July 18th through October 17th, 1964, and, again, from October 2nd through October 30th, 1965. (Tr. 289; 305). Fumero herself testified that, when Young allegedly told her that she would be laid off when the season "slacked off", she suggested that he not wait but "* * * just lay me off now". (Tr. 24). Moreover, there is no evidence to support the Board's finding that it was implausible to believe that Fumero would resort to the self-defeating dodge of deliberate misconduct which would deprive her of unemployment benefits. It cannot be said from the evidence of Respondent's witnesses that Fumero was seeking a discharge, for, to the contrary, it is clear that she wanted a "layoff". Her insistence to Young that she was doing the best she could and her own admission that she asked Yoshida "* * * to take me out of the plant with a document -- to give me a layoff with a document so that I

1

2

3

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

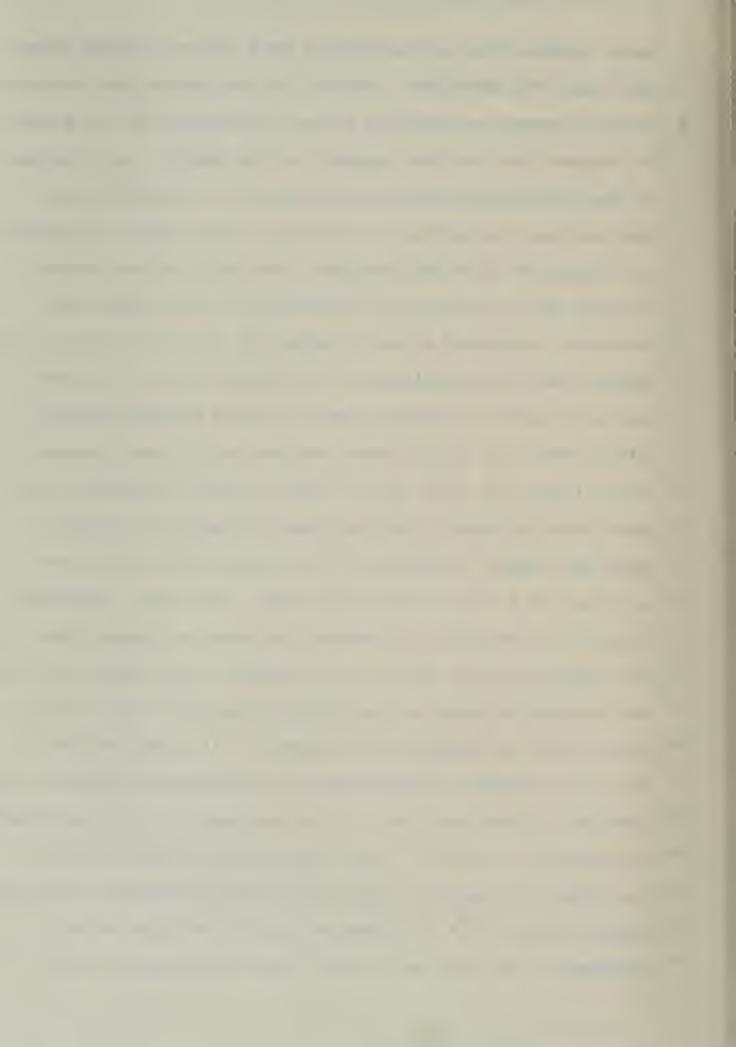
21

22

23

24

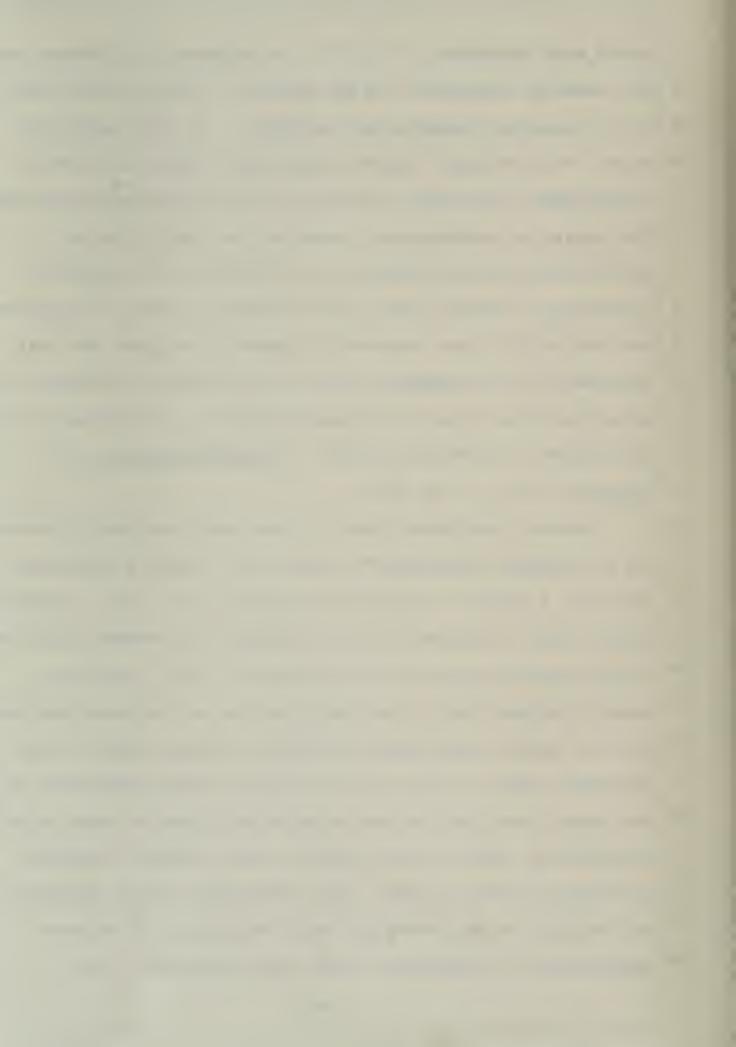
25



could work elsewhere." (Tr. 38), is evidence that Fumero was not seeking discharge, but was seeking a layoff which would have guaranteed unemployment benefits. It also should be noted that although "willful misconduct" under California Unemployment Insurance Code Section 1256 constitutes grounds for denial of unemployment benefits, the definition of willful misconduct, adopted by the Courts of the State of California, requires such a high degree of proof of deliberate and willful acts purposely engaged in against the best interests of the employer, that it is extremely difficult to establish this ground of disqualification upon the basis of an employee's work performance. (Maywood Glass Co. v. Stewart, 170 C. A. 2d 719).

9 .

Another conclusion drawn by the Board was that it would be a "manifest absurdity" to claim that Fumero's deficient work was a result of sudden incompetence. (R. 41). In other words, upon the uncontradicted evidence that Fumero had been a good operator prior to this period of time, the Board simply decided that it was not possible for her work performance to suffer the sudden and drastic decline shown by the evidence. There is no rational basis for this assumption by the Board. The fact is that capable employees of many years' standing do, for various reasons, quite suddenly commence performing inferior work. This unfortunate human propensity on the part of employees has been the subject of a great many cases in arbitration under union contracts. The

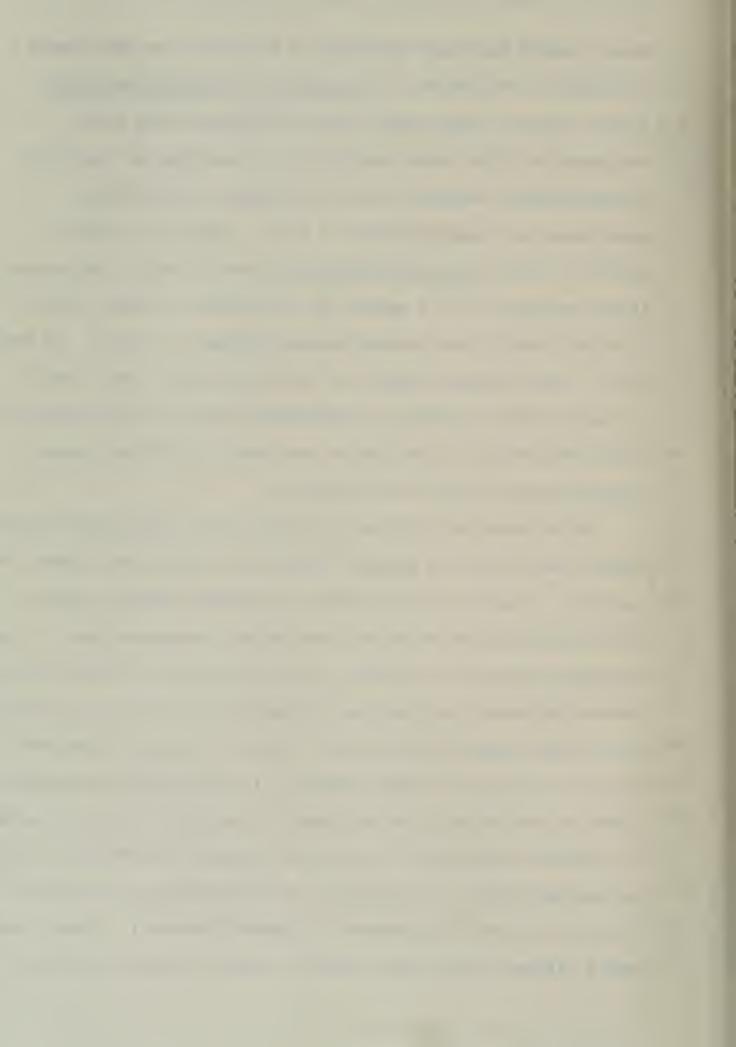


Board itself has been reminded of this fact by the Courts of Appeal. The Court, in N.L.R.B. v. Plastics Products (CA-6), supra, noted that the discriminatee had been employed for five years and that "at one time he had been a satisfactory employee, but had become increasingly unreliable and insubordinate * * *". Again, from the opinion in the Farmers Co-Operative case, supra, the employee there involved "* * seemed to get along very well for a time and then things became unsatisfactory". (208 F. 2d 296, 300). The inference drawn by the Board that Fumero could not have become suddenly incompetent was not only unsupported by the evidence, it was quite contrary to ordinary human experience and cannot be sustained.

IZ

2.3

As we have said before in this brief, the primary issue before the Board was whether Fumero did damage Respondent's garments. Justice would appear to compel something more than determination of this issue by an inference that it is manifestly absurd to believe that an employee's work suddenly became deficient or that the employee would not in any event have sought discharge or layoff because she was dependent upon her earnings. This, however, is precisely the approach taken by the Board in this case. It refuted, the drounds of manifest absurdity, the entire premise that Fumero's work became deficient and rejected, on the grounds of implausability, that she deliberately courted dismissal. Thus, the Board claimed that there remained only the final inference



that her work was not deficient and that Respondent was merely engaged in faultfinding. (R. 43).

1

2

3

4

5

6

7

8

9.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

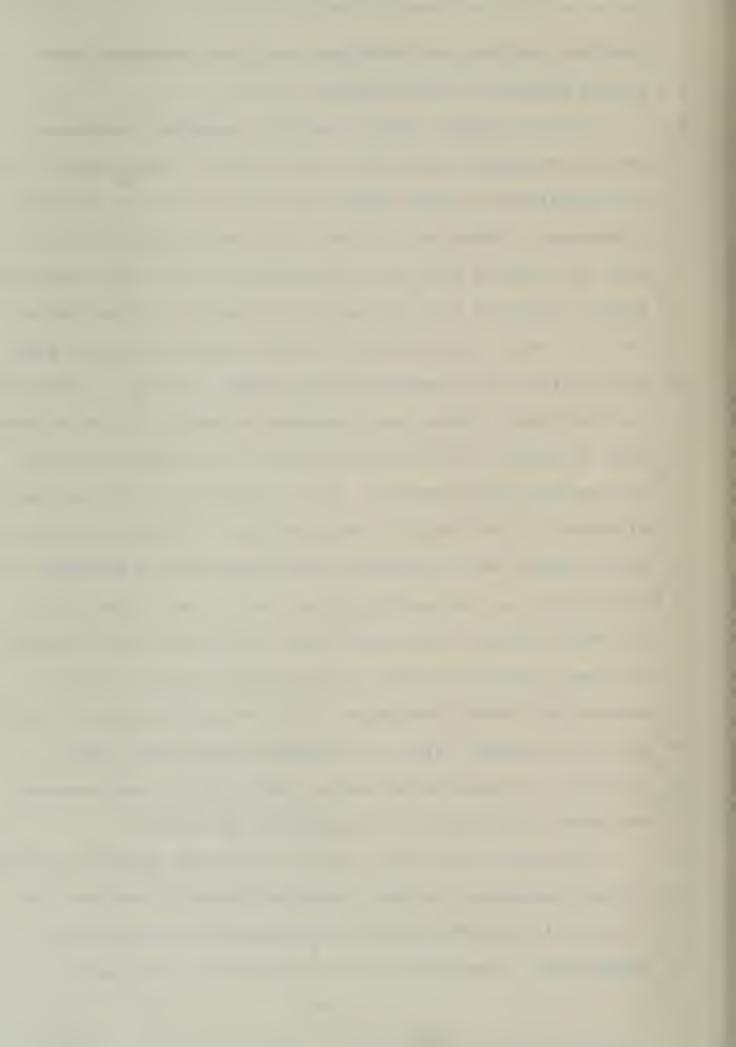
24

25

26

It is axiomatic that if several possible inferences may be reasonably drawn from the evidence, the trier of fact must consider and give equal weight to all of the possible inferences. There is a further, far more plausible inference that should have been drawn from Fumero's own testimony. Fumero testified that she was "* * * very sick from nerves" (Tr. 53; 362); and that this ailment commenced at the time of the first Union meeting at her home. (Tr. 53). Throughout her testimony, Fumero made repeated reference to her extreme case of nerves, her poor circulation and to the fact that she saw her doctor weekly. It is obvious that she was badly disturbed by her health. This admitted evidence of progressive illness, when considered with Respondent's evidence of the decline in the quality of her work, leads directly to the only rational conclusion upon the evidence that Fumero's poor work performance was attributable directly to her nervous and mental condition, which required constant treatment by a doctor. Yet, this possible conclusion, and, certainly, reasonable inference from Fumero's own evidence was never considered or discussed by the Board.

The Board also argues that an inference should be drawn against Respondent because, assuming Fumero's work was deficient, it was difficult to understand why she was not discharged. Considering the hazards of N.L.R.B. action on



behalf of discharged union adherents and considering the complaint issued in the present case, it is most easy to understand why Respondent did not discharge Fumero, and difficult to understand the Board's reasoning in assigning this fact as an inference against Respondent.

1

2

3

4

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

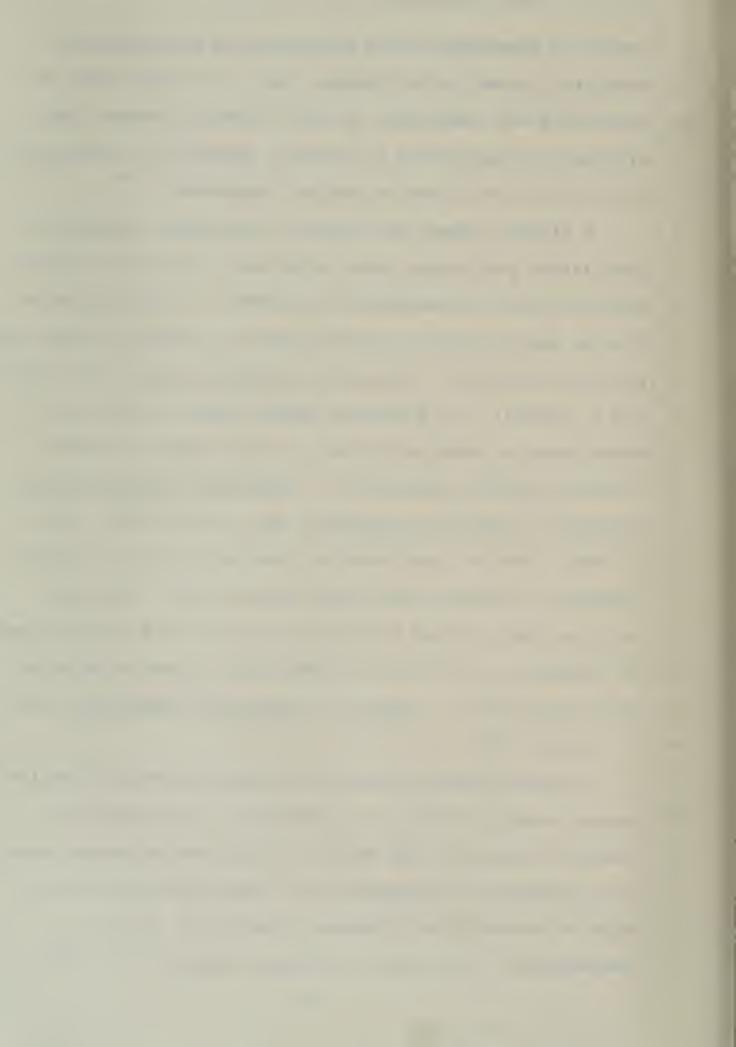
24

25

26

A finding cannot rest merely upon guess, suspicion or speculation predicated upon inferences arising from widely separated and inconsequential incidents. Particularly is this so when inferences are utilized to overcome direct and positive testimony. (N.L.R.B. v. Mallory & Co. (CA-7 1956), 237 F. 2d 443). An inference cannot stand in the face of established or admitted facts or in the face of another inference equally reasonable. (Commercial Standard Insurance Co. v. Gordon's Transports, Inc. [CA-6 1946], 154 F. 2d 390). "While a satisfactory conclusion may be reached through an inference from established facts, there must still be facts proved from which the inference can be drawn. No inference of fact can be drawn from a premise which is wholly uncertain". (Kenney v. Washington Properties, 128 F. 2d 612, 615).

Although the Court may not disturb the Board's choice between equally conflicting inferences, the Court is empowered to displace the Board's initial choice where there is no substantial evidence on the record considered as a whole to support the inference drawn by the Board as "reasonable". (N.L.R.B. v. Coates & Clark, (CA-6 1956), 231



F. 2d 567); and N.L.R.B. v. Sunset Minerals, Inc., supra.

1

2

3

4

5

6

7

8

9 .

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The approach adopted by the Board in drawing inferences from the evidence was contrary to the principles of legal reason which must guide any trier of fact. Not only did the Board draw inferences which were unsupported by evidence and inferences which were wholly speculative, the Board also reached certain conclusions by adopting inferences from certain selected portions of the testimony of witnesses, while ignoring other testimony on the same subject and even in the same answer. As argued hereinabove, the Board adopted the unsupported inference that Fumero needed employment and would not jeopardize it by poor work and speculated that it was absurd to believe that she would become suddenly incompetent. Therefore, the Board reasoned that her work was not deficient and that Respondent engaged in unjustifiable faultfinding. For further support of this unwarranted conclusion, the Board then drew the inference that she was subjected to "needlessly close inspection" for the purpose of humiliating her (R. 43).

Pina, Yoshida and Smith each testified that the supervisors routinely checked the work of all of the girls on a daily basis and that the inspection of Fumero was similar (Tr. 179; 185; 282; 284; 354-355). Sanchez checked some of the swim suits but was mostly involved in checking the robes. She testified that she had her own department in which she was checking her girls but would leave everything and go



down to check Fumero's work (Tr. 310). She did not allow her to pile up too much work, and when Fumero finished a bundle, Sanchez would check each garment. Sanchez checked for about a week, because she had her own work (Tr. 312-313). After five to eight days on the robes, Sanchez stopped inspecting because Fumero was again performing her work satisfactorily (Tr. 329). The Board, however, found that the faultfinding lasted until the end of Fumero's employment (R. 38) and was a special procedure aimed at humiliating Fumero. It reached this inference by referring to the testimony of Sanchez that she would check every garment in the bundle, but ignoring the other evidence of Sanchez that she was also engaged in checking her own department and, thus, was not standing over Fumero constantly. The Board then claims that the faultfinding lasted until the end of Fumero's employment, contrary to the evidence of Respondent's witnesses, by contending that Yoshida's testimony that Fumero's sewing on the robes was defective on sixty to seventy percent of them, necessarily raised the inference that this procedure was followed to the end of her employment. Quite plainly, when a witness is only asked what percentage of garments were damaged, his answer raises no inference as to the period of time in which the damage was done. If the Board had credited the complete testimony of Sanchez on this point, rather than selected portions thereof, and had properly credited Yoshida's answer for the purpose

1

2

5

6

7

9 '

10

11

12

13

14

15

16

17

18

19

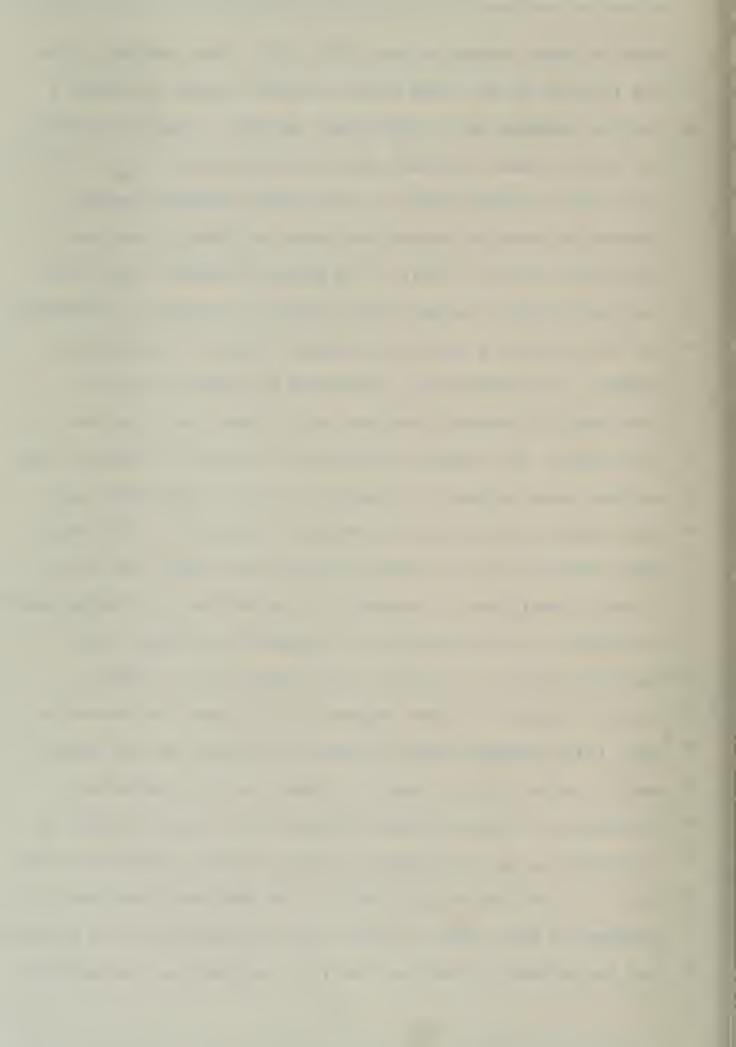
20

21

22

23

24



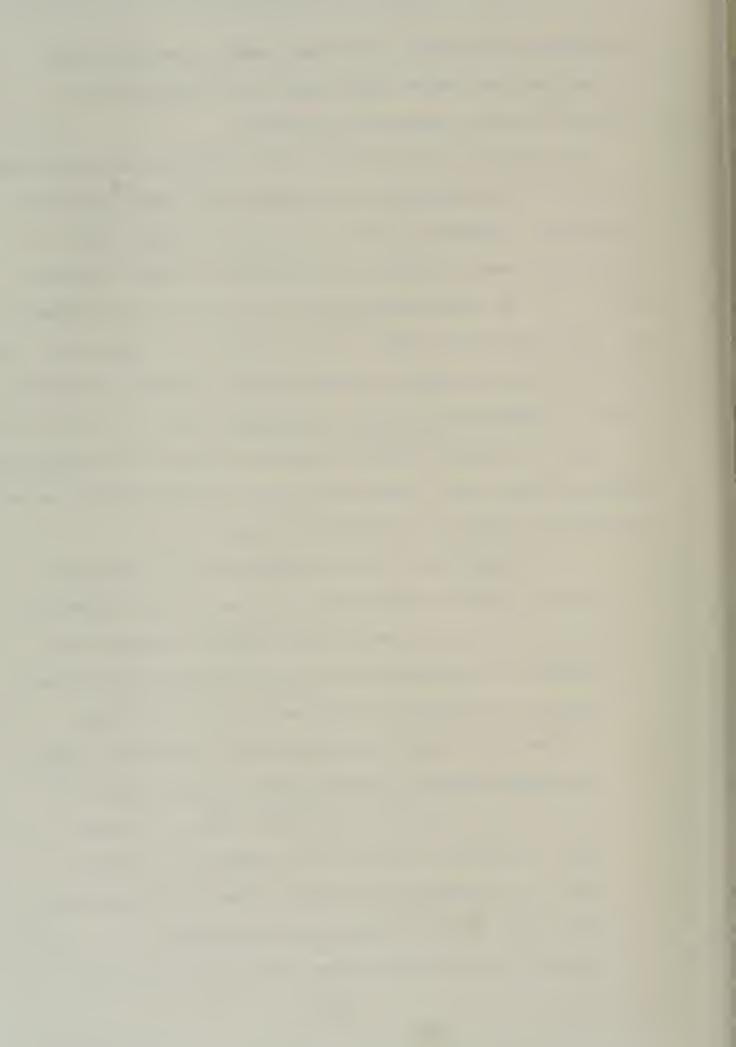
for which it was given, the Board simply could not have reached the conclusion that Fumero was subjected to a needlessly close inspection procedure.

9 '

This Court is not bound by the inferences drawn by the Board or the conclusions of ultimate facts based upon such inferences. Insofar as "the so-called 'ultimate fact' is simply the result reached by processes of legal reasoning from, * * * or the interpretation of the legal significance of, the evidentiary facts, it is 'subject to review free of the restraining impact of the so-called "clearly erroneous" rule.'" (Galena Oaks Corp. v. Scofield, 218 F. 2d 217, 219). The Court of Appeals for the Seventh Circuit in the Portable Electric Tools case, supra, succinctly summarized the extent of Appellate review of such Board orders:

"The fact that a solid basis for the discharge of Mrs. Ballard for cause exists would not, standing alone, prevent the Board from finding that her discharge was motivated by her union activity—provided there is substantial evidence in the record considered as a whole to support such a finding. Osceola County Co-Op. Creamery Ass'n. v. N.L.R.B., 251

F. 2d 62, 41 LRRM 2289 (8th Cir. 1958). If this Court, however, is not to be 'merely the judicial echo of the Board's conclusion' then its determination must 'be set aside when the record . . . clearly precludes the Board's decision from being

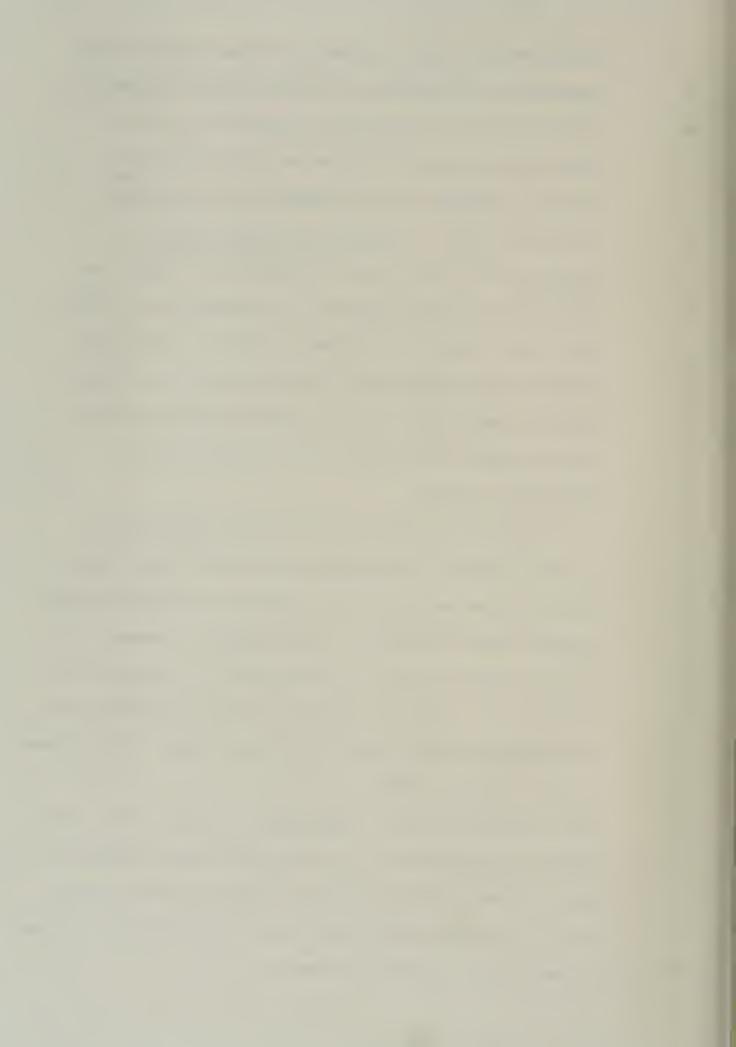


justified by a fair estimate of the worth of the testimony of witnesses or its informed judgment on matters within its special competence or both . . The substantiality of evidence must take into account whatever in the record fairly detracts from its weight.' Universal Camera Corp. v.

N.L.R.B., 340 U.S. 474, 27 LRRM 2373. While recognizing that the question of credibility is for the trial examiner, an Appeals Court is not precluded from independently determining what weight certain testimony which he finds credible should be given when evaluating the evidence on the record as a whole.

"The Board argues the discriminatory nature of Mrs. Ballard's discharge as though the burden was upon the petitioner to exonerate itself of the charges made against it. The burden, however, is on the Board to show affirmatively by substantial evidence that the discharge was discriminatory and motivated by Mrs. Ballard's alleged union activities." (309 F. 2d 423, 426).

When measured by the standards or requirements under the substantial evidence rule which have been imposed by the decisions of the various Courts of Appeal cited herein, the Boar's findings that Respondent discriminated against Dulce Fumero are clearly erroneous.

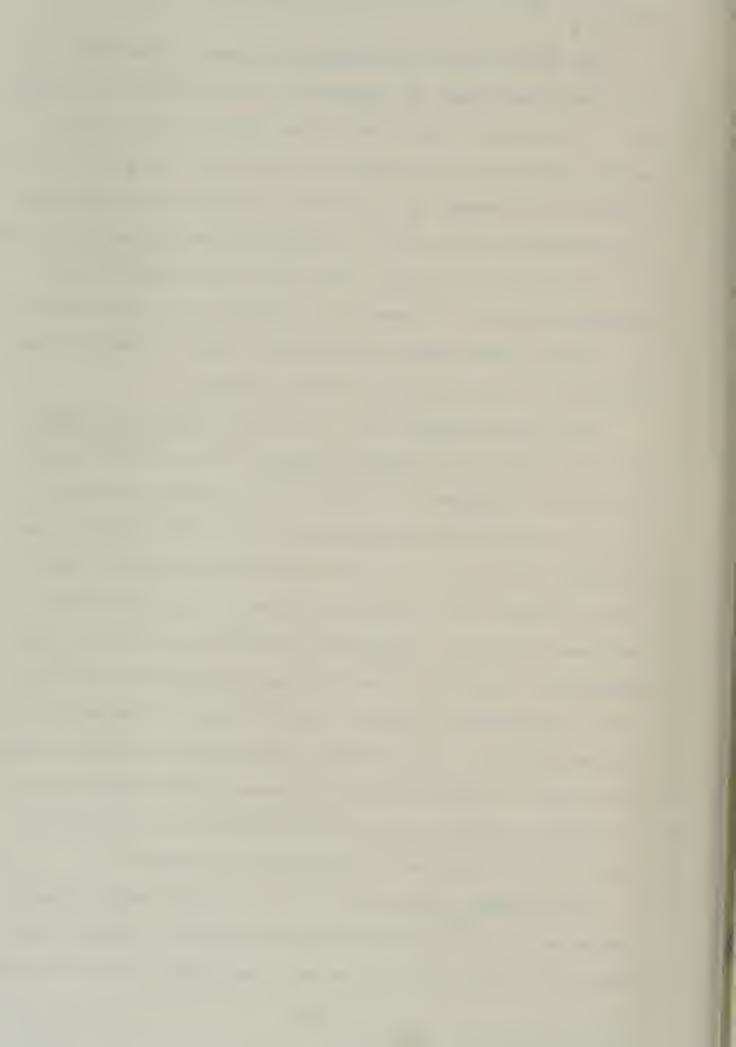


The Board in the concluding paragraph of its brief (p. 15) cites five cases in support of its Petition for Enforcement. It is true that these cases involve Board orders holding the employers therein in violation of Section 8(a)(3) of the Act by reason of the Board's findings that they had constructively discharged or otherwise discriminated against union adherents and, thus, bear some resemblance to the proceeding herein. However, as authority for enforcement of the Board's order against Respondent, these cases must be deemed to be superficial authority at best.

9 '

The Saxe-Glassman (201 F. 2d 238), Tennessee Packers (339 F. 2d 203), and Vacuum Platers (374 F. 2d 866) cases stand for the proposition that a constructive discharge, which is caused by discriminatory acts on the part of the employer, is a violation of Section 8(a)(3) of the Act, just as though the employer had directly terminated the employee involved. Respondent does not quarrel with this proposition standing alone, but, as is apparent from its brief, Respondent's dispute with the Board concerns the substantiality of the evidence underlying the Board's order. The Courts of Appeal in each of these three cases enforced the Board's orders upon their conclusion that the orders were in fact supported by substantial evidence.

The <u>Bausch & Lomb</u> case (217 F. 2d 575) involved pervasive anti-union tactics on the part of the company culminating in several discriminatory discharges, demotions and

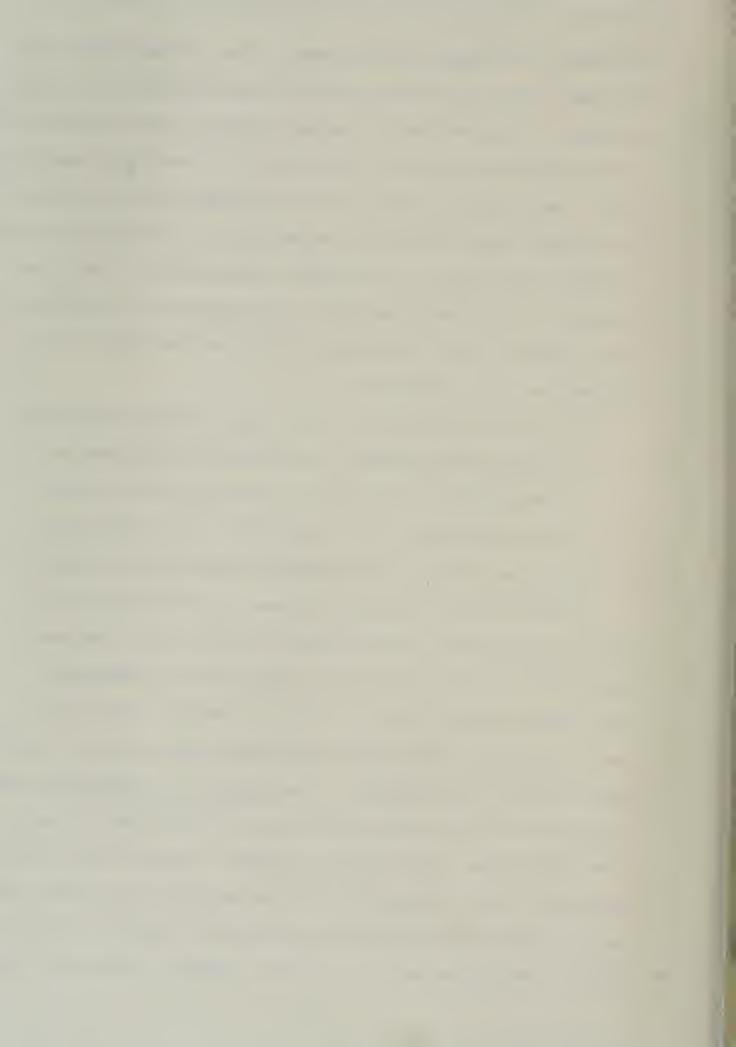


failures to re-employ after layoff. The evidence was conflicting, and, in the case of the discriminatorily laid-off employee, a finding had to be made whether the employee did or did not have the skill to perform the remaining available work. The Court of Appeals for the Second Circuit enforced the Board's order, under the substantial evidence rule, and accorded due weight to the special competence of the Trial Examiner and the Board to draw the inference of discrimination; however, it is significant that in the text of its opinion the Court observed:

9 '

"It is to be noted that the trial examiner exercised care and discrimination in making his findings and recommendations and that he refused to find unfair labor practices in the separation of 41 additional employees named in the General Counsel's complaint".

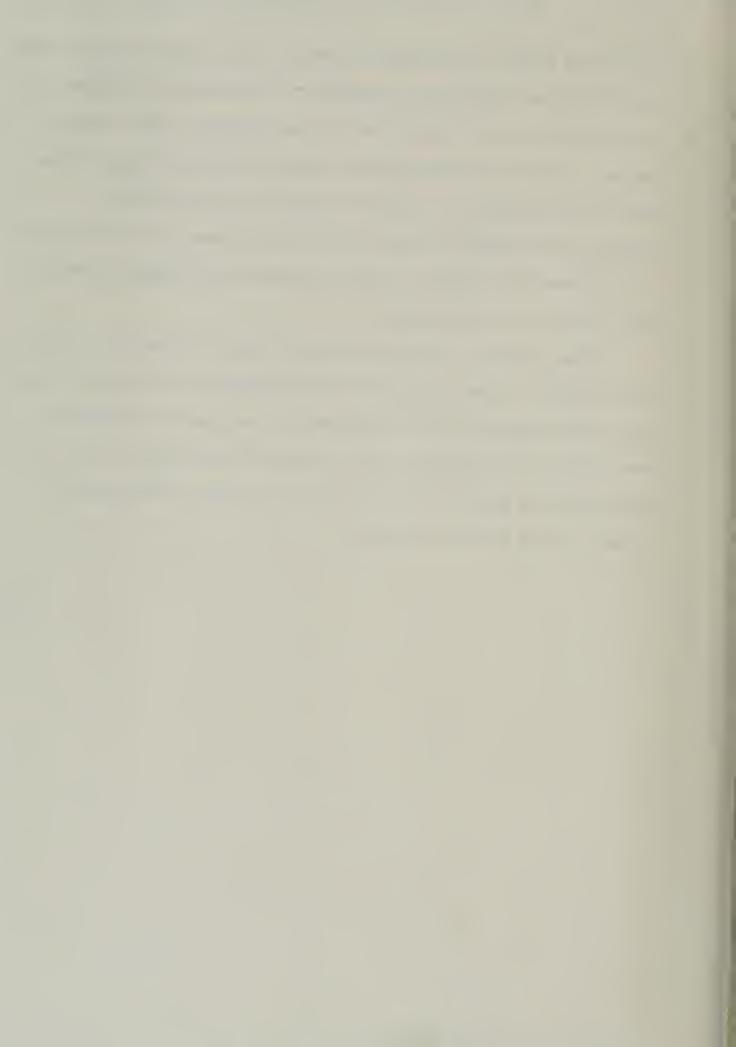
Had the Trial Examiner and the Board exhibited the degree of care and discrimination in this case that was sustained by the Courts in the cited cases, Respondent cannot but conclude that the 8(a)(3) findings, which are now in dispute, would never have been lodged against Respondent in the first instance. The Monroe Auto Equipment case (67 LRRM 2973) was also based upon discriminatory constructive discharges. The Court of Appeals for the Fifth Circuit found that the evidence was "not as strong" as in other cases but the Court was unable to say that the findings therein were not supported by substantial evidence. The Court also



noted the rule, as has been cited to the Court herein, that the Courts of Appeal may decline to follow the findings on credibility of the Board and are not barred from setting aside a decision if the Court cannot conscientiously find that the evidence in support thereof is substantial. Finally, the Fifth Circuit held that it was not at liberty to displace the Board's choice between two fairly conflict-ing views of the evidence.

These cases in no way detract from Respondent's position herein. The question of compliance by the Board with the requirements of the substantial evidence rule must obviously be determined on a case-to-case basis, and it is Respondent's position that in this instance the Board's order should not be enforced.

9'



CONCLUSION

The Board's findings that Respondent harassed and

3

1

humiliated Fumero into leaving her employment and that it 5 subsequently refused to re-employ her because of an unlawful 6 8 9 . 10 11 12 13 14 for even if the evidence be deemed to support Fumero's

16 17

15

18

19

20

21 22

23

24

25

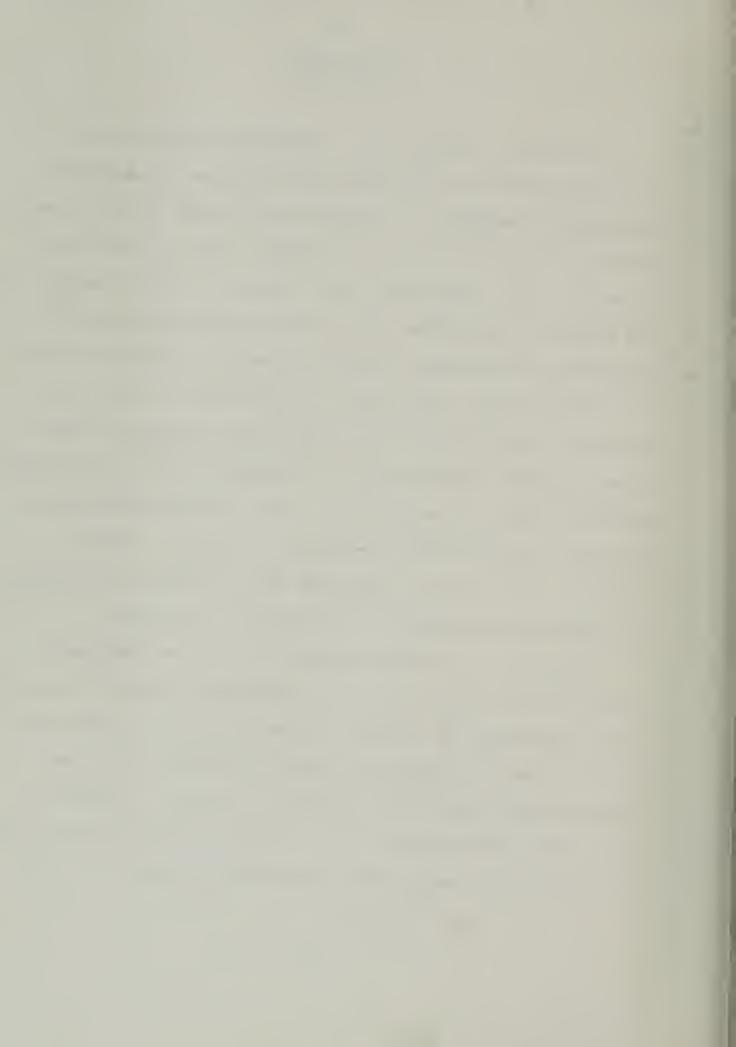
26

motive to get rid of her in punishment for her union activities are not supported by the record. The clear weight of the evidence establishes the fact that Respondent patiently tolerated a substantial amount of costly damage to its product at her hands. And, upon a fair review of all of the evidence, Fumero cannot be found to have genuinely sought re-employment. The fact is, the question of what did happen upon her return to Respondent in June, 1966, is immaterial,

Respondent's witnesses were unjustly and improperly found to lack credibility; the inferences drawn by the Board were unsupported by evidence and were speculative and conjectural; and the Board improperly credited all of the uncorroborated testimony of Fumero in order to reach its conclusion that Respondent had violated Sections 8(a)(1) and (3) of the Act. Respondent respectfully submits that the

version of the events, there can be no doubt that Respondent

had ample justification for refusing to rehire her.



Board's petition for enforcement herein should be denied. LAW OFFICES OF June 6, 1968 JOSEPH M. MCLAUGHLIN JOSEPH M. MCLAUGHLIN WILLIAM B. IRVIN Attorneys for Respondent. CERTIFICATE I certify that, in connection with the preparation of this brief, I have examined Rules 18, 19 and 39 of the United States Court of Appeals for the Ninth Circuit, and that, in my opinion, the foregoing brief is in full compli-ance with those rules. WILLIAM B. IRVIN

68.

